

31 May 2023

## Customer Update

### Container Price Update effective 1 September 2023

Over the past two years, LPC has continued to invest in infrastructure and assets at the Port, lifting capacity while contributing to the region’s growing economy.

LPC has delivered nearly \$900 million of infrastructure investment. A significant proportion of this is within the container business, with \$85 million further invested in Eastern Development over the last two years; this includes:

- Over five hectares of new pavement were added to the 20-hectare container facility.
- Four new ‘reefer’ refrigerated container towers, complete with air conditioning, communication, and security systems, plus two new substations, doubling reefer capacity.
- Four new straddle carriers to stake containers one-over-three, taking the fleet to 20 straddles.
- \$20m state-of-the-art Mechanical Maintenance Workshop, purpose-built, 23 metres high, can accommodate four high straddles.
- Three new R & D truck lanes enhance driver safety and provide separation from straddles.
- Continued investment in internal roading infrastructure to support the growing footprint of Lyttelton Container Terminal (LCT)

In addition, we have invested \$20 million in a fourth ship-to-shore crane replacement with new innovative features and extra safety functions, increasing our capacity along the container wharves.

Furthermore, at CityDepot, a \$4 million upgrade is currently underway, including one-way truck flow, container survey area, three new concrete pads, dedicated service area, and electrical power upgrade.

LPC is focused on receiving a fair return for the services and infrastructure in our operations. As a result, we will be increasing our Infrastructure and R&D Charges from 1 September 2023.

By continuing to have targeted charges for Shipping Lines, Road and Rail, we ensure customers benefit from each service and piece of infrastructure they are charged for.

These increases have been deferred from the preferred date of 1 July 2023 as we align operations and complete the Eastern Development.

The new charges are as follows:

<b>Ancillary Charge</b>	<b>Charge</b>	<b>Description</b>
<i>Port Infrastructure Charge (Containers)</i>	<i>\$50.00 per TEU</i>	<i>Charged directly to the Shipping Lines for all full containers through the Port, excluding transhipments</i>

<b>Ancillary Charge</b>	<b>Charge</b>	<b>Description</b>
<i>Road R&amp;D Charge</i>	<i>\$40.00 per container</i>	<i>Charged per container to Trucking Companies for all Road R&amp;D movements via VBS. Applies to Lyttelton Container Terminal, CityDepot, and MidlandPort (empties)</i>

<b>Ancillary Charge</b>	<b>Charge</b>	<b>Description</b>
<i>Rail R&amp;D Charge (Containers)</i>	<i>\$25.00 per container</i>	<i>Charged per container move to KiwiRail for all containers through the Lyttelton Container Terminal or CityDepot rail siding</i>

The new charges will be implemented on 1 September 2023.

LPC is committed to ensuring we have a thriving, sustainable port capable of handling projected volume growth and, importantly, meeting your future capacity demands.

If you have any questions, please don't hesitate to contact us.

Simon Munt

**Chief Customer and Supply Chain Officer**