

Quarterly funding update

December Quarter 2024

Borrowing Programme Update

During the quarter LGFA issued NZ\$1 billion of NZD bonds across four bond maturities via two bond tenders and NZ\$650 million of a new May 2032 Sustainable Finance Bond *("SFB").

The weighted average term of bond issuance during the December quarter was 8.42 years compared to a weighted average term for the 2023-24 financial year of 5.93 years.

Total bond issuance for the six month period to 31 December 2024 of NZ\$2.4 billion compares to a full year to 30 June 2025 funding target of NZ\$5.15 billion.

Other news

Timaru District Holdings joined as a CCO member during the quarter with membership now at seventy-seven councils and seven CCOs. The number of guarantors was unchanged at seventy-two councils.

Total term borrowing by councils during the quarter was NZ\$1.0 billion compared to NZ\$1.4 billion in the comparable quarter in 2023, NZ\$2.1 billion of council term borrowing for the six month period to 31 December 2024 compared to NZ\$2.6 billion in the comparable period to 31 December 2023. Total term loans outstanding are NZ\$21.5 billion and short term loans of NZ\$672 million.

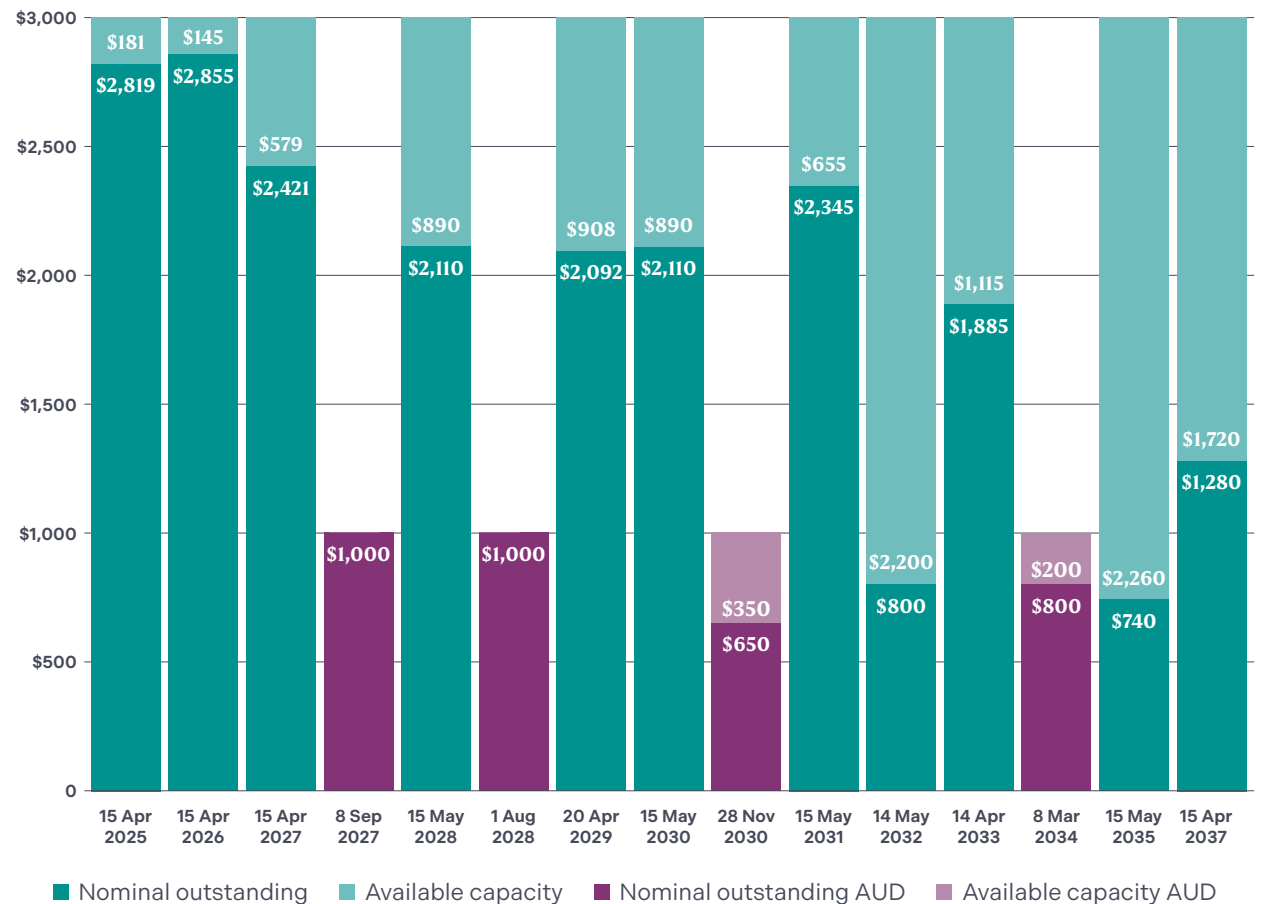
Climate Action Loans (CALs) outstanding to councils and CCOs borrowers total \$3.2 billion to seven borrowers and there were GSS loans outstanding of NZ\$401.2 million to six borrowers.

LGFA has NZ\$643 million of NZ\$ LGFA Bills and the equivalent of NZ\$1 billion of ECP (across USD and EUR) on issue. LGFA bonds lent on repo by LGFA to banks total NZ\$301 million.

LGFA is currently documenting an EMTN Programme and expects to undertake its first issuance in early 2025.

LGFA bonds on issue (\$ million)

As at 31 December 2024: NZ\$21,140 million and A\$3,450 million



Includes NZ\$1,400 million treasury stock

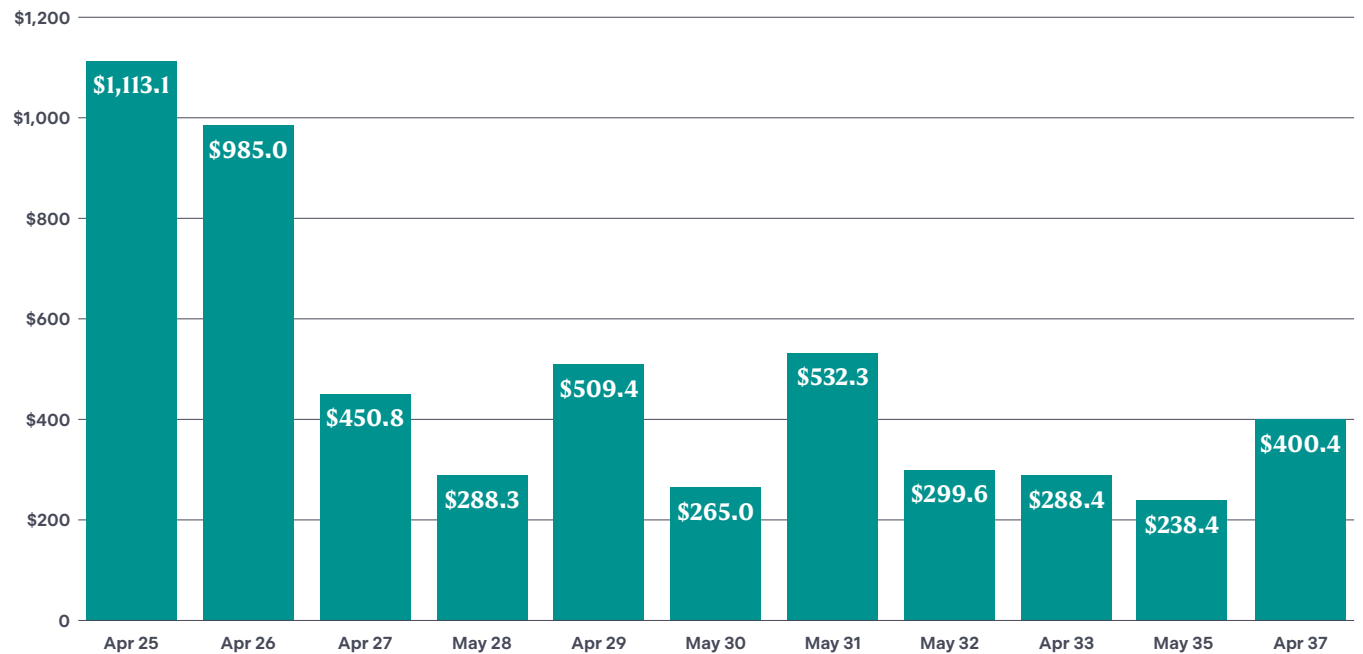
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December Quarter Bond Issuance (NZ\$ equivalent million)



December Quarter Secondary Market Activity in NZD Bonds (NZ\$ million)



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December Quarter LGFA Bond Issuance (NZ\$ equivalent million)

	Apr 25	Apr 26	Apr 27	Sep 27	May 28	Apr 29	May 30	May 31	May 32	Apr 33	Mar 34	May 35	Apr 37	Total
Tender 114 (11 Dec)							\$50			\$50			\$90	\$190
Tender 113 (13 Nov)										\$80			\$80	\$160
NZD Syndication (2 Oct)									\$650					\$650
	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$50.0	\$0.0	\$650.0	\$130.0	\$0.0	\$0.0	\$170.0	\$1,000.0

Secondary Market Turnover of LGFA NZD Bonds estimated by LGFA (NZ\$ million)

	Apr 25	Apr 26	Apr 27	May 28	Apr 29	May 30	May 31	May 32	Apr 33	May 35	Apr 37	Total
December	\$428.6	\$188.3	\$147.5	\$17.9	\$44.8	\$36.0	\$16.1	\$33.9	\$22.2	\$18.3	\$170.9	\$1,124.5
November	\$278.0	\$639.0	\$168.8	\$202.1	\$173.9	\$46.3	\$166.2	\$85.5	\$59.9	\$144.8	\$83.1	\$2,047.7
October	\$406.6	\$157.7	\$134.5	\$68.4	\$290.7	\$182.7	\$350.0	\$180.1	\$206.4	\$75.3	\$146.3	\$2,198.6
	\$1,113.2	\$985.0	\$450.8	\$288.3	\$509.4	\$265.0	\$532.3	\$299.6	\$288.4	\$238.4	\$400.4	\$5,370.7

Holdings of LGFA NZD Bonds by Investor Group (NZ\$ million)

As at month end	Banks	Offshore	Domestic Investors	RBNZ
December	\$6,440.2	\$6,796.0	\$5,870.8	\$934.0
November	\$6,560.4	\$6,510.0	\$5,858.5	\$934.0
October	\$6,204.9	\$6,731.1	\$5,722.3	\$1,017.2
September	\$5,983.4	\$6,238.2	\$5,681.3	\$1,042.1

Holdings of LGFA NZD Bonds by Investor Group (% of outstandings)

Banks	Offshore	Domestic Investors	RBNZ
32.1%	33.9%	29.3%	4.7%
33.0%	32.8%	29.5%	4.7%
31.5%	34.2%	29.1%	5.2%
31.6%	32.9%	30.0%	5.5%

Secondary Market Yields on LGFA NZD Bonds (month end)

	Apr 25	Apr 26	Apr 27	May 28	Apr 29	May 30	May 31	May 32	Apr 33	May 35	Apr 37
December	4.27%	3.73%	3.77%	3.95%	4.13%	4.32%	4.50%	4.64%	4.75%	4.91%	5.09%
November	4.29%	3.78%	3.88%	4.08%	4.27%	4.47%	4.65%	4.78%	4.89%	5.05%	5.22%
October	4.49%	3.95%	3.97%	4.13%	4.33%	4.54%	4.70%	4.83%	4.94%	5.11%	5.27%
September	4.72%	3.93%	3.84%	3.95%	4.14%	4.32%	4.48%	4.72%		4.90%	5.07%

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Secondary Market Spreads to NZGB for LGFA NZD Bonds (month end)

	Apr 25	Apr 26	Apr 27	May 28	Apr 29	May 30	May 31	May 32	Apr 33	May 35	Apr 37
December	18 bps	18 bps	23 bps	29 bps	35 bps	39 bps	39 bps	39 bps	41 bps	39 bps	40 bps
November	22 bps	19 bps	24 bps	30 bps	39 bps	46 bps	48 bps	48 bps	49 bps	51 bps	51 bps
October	21 bps	14 bps	21 bps	29 bps	38 bps	46 bps	51 bps	54 bps	57 bps	60 bps	63 bps
September	12 bps	14 bps	18 bps	27 bps	38 bps	43 bps	47 bps		53 bps	56 bps	54 bps

Secondary Market Spreads to Swap for LGFA NZD Bonds (month end)

	Apr 25	Apr 26	Apr 27	May 28	Apr 29	May 30	May 31	May 32	Apr 33	May 35	Apr 37
December	17 bps	22 bps	40 bps	56 bps	68 bps	78 bps	86 bps	91 bps	95 bps	97 bps	105 bps
November	16 bps	22 bps	35 bps	49 bps	61 bps	73 bps	79 bps	82 bps	84 bps	88 bps	95 bps
October	18 bps	16 bps	34 bps	48 bps	61 bps	72 bps	79 bps	84 bps	88 bps	92 bps	99 bps
September	16 bps	13 bps	33 bps	48 bps	62 bps	73 bps	82 bps		92 bps	98 bps	107 bps

2024-25 Tender and Settlement Dates

Tender #	Announcement Date	Tender Date	Settlement Date
115	Monday, 20 January 2025	Wednesday, 22 January 2025	Tuesday, 28 January 2025
116	Monday, 10 February 2025	Wednesday, 12 February 2025	Monday, 17 February 2025
117	Monday, 10 March 2025	Wednesday, 12 March 2025	Monday, 17 March 2025
118	Tuesday, 8 April 2025	Thursday, 10 April 2025	Tuesday, 15 April 2025
119	Monday, 5 May 2025	Wednesday, 7 May 2025	Monday, 12 May 2025
120	Friday, 30 May 2025	Wednesday, 4 June 2025	Monday, 9 June 2025
121	Monday, 30 June 2025	Wednesday, 2 July 2025	Monday, 7 July 2025

LGFA Issuer Credit Ratings

	Short Term	Long Term (local currency)	Long Term (foreign currency)
S&P Global Ratings Australia Pty Limited	A-1+	AAA	AA+
Fitch Australia Pty Limited	F1+	AA+	AA+

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