

PRELIMINARY FULL YEAR REPORT ANNOUNCEMENT

NZ Windfarms Limited

(Name of Listed Issuer)

For Full Year Ended 30 June 2009

(referred to in this report as the "current full year")

Preliminary full year report on consolidated results (including the results for the previous corresponding full year in accordance with NZAX Listing Rule B1.4.2.)

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 audited financial statements. The audit report is attached to this announcement.

The Listed Issuer has a formally constituted Audit Committee of the Board of Directors.

		Group Income Statement		
1	GROUP INCOME STATEMENT	Current full year \$NZ'000	Up/(Down) %	Previous corresponding full year \$NZ'000
1.1	OPERATING REVENUE			
	(a) Trading Revenue	812	401.2	162
	(b) Other Revenue	3,038	(48.3)	5,876
	(c) Total Operating Revenue	3,850	(36.2)	6,038
1.2	OPERATING SURPLUS (DEFICIT) BEFORE TAXATION	(2,665)		3,654
	(a) Less taxation on operating result	(407)		1,238
1.3	OPERATING SURPLUS (DEFICIT) AFTER TAXATION	(2,258)		2,416
	(a) Discount on acquisition of investment	3,209		
	(b) Extraordinary Items after Tax [detail in Item 3]			
	(c) Unrealised net change in value of investment properties			
1.4	NET SURPLUS FOR THE PERIOD	951	(60.6)	2,416
	(a) Net Deficit attributable to minority interests	(10)		(2)
1.5	NET SURPLUS ATTRIBUTABLE TO MEMBERS OF THE LISTED ISSUER	961	(60.3)	2,418

		Group Income Statement	
2	DETAILS OF SPECIFIC RECEIPTS/OUTLAYS, REVENUES/ EXPENSES FOR HALF YEAR YEAR	Current full year \$NZ'000	Previous corresponding full year \$NZ'000
2.1	INCLUDED IN CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE		
	(a) Interest revenue included in Item 1.1(b)	2,938	5,798
	(b) # Unusual items for separate disclosure (gain/loss) (detail - Item 3)		
	(c) Equity earnings (gain/loss) (detail - Item 16)		
	(d) Interest expense included in Item 1.2 (include all forms of interest, etc)	275	25
	(e) Leasing and renting expenses	527	104
	(f) Depreciation	1,044	149
	(g) Diminution in the value of assets (other than depreciation)	245	90
	(h) Amortisation of goodwill		
	(i) Amortisation of other intangible assets	57	9
	(j) Impairment of goodwill		
	(k) Impairment of other intangible assets	693	

Earnings Per Security

5 EARNINGS PER SECURITY		
Calculation of basic and fully diluted, EPS in accordance with IAS33: Earnings Per Share	Current full year NZ cents	Previous corresponding full year NZ cents
(a) Basic EPS	1.22	3.08
(b) Diluted EPS (if materially different from (a))	1.22	3.08

6 MATERIAL ACQUISITIONS OF ENTITIES (See Note (VII) attached):		
(a) Name of entity	Remaining 50% share of Te Rere Hau Unincorporated Joint Venture	
(b) Percentage of ownership acquired	50% (to 100%)	
(c) Contribution to consolidated net *Surplus (Deficit) (Item 1.4)	(274)	
(d) Date from which such contribution has been calculated	5-Dec-08	

7 MATERIAL DISPOSALS OF SUBSIDIARIES (See Note (VII) attached)		
(a) Name of subsidiary or group of subsidiaries	None	
(b) Contribution to consolidated net *Surplus (Deficit) (Item 1.4)	\$	
(c) Date from which such contribution has been calculated		
(d) Contribution to consolidated net *Surplus (Deficit) (Item 1.4) for the previous corresponding half year/full year		
(e) Contribution to consolidated net *Surplus (Deficit) (Item 1.4) from sale of subsidiary	\$	

8 REPORTS FOR INDUSTRY AND GEOGRAPHICAL SEGMENTS
The Group is operating in the electricity sector in New Zealand

**Group Statement of
cashflows for full year**

10 CASH FLOWS RELATING TO OPERATING ACTIVITIES	Current full year \$NZ'000	Previous corresponding full year \$NZ'000
(a) Receipts from customers	1,220	193
(b) Interest received	4,750	4,283
(c) Dividends received		
(d) Payments to suppliers and employees	(3,939)	(1,811)
(e) Interest paid	(275)	(25)
(f) Income taxes paid	(17)	(1,171)
(g) Other cash flows relating to operating activities		
NET OPERATING CASH FLOWS	1,739	1,469
11 CASH FLOWS RELATING TO INVESTING ACTIVITIES		
(a) Cash proceeds from sale of property, plant and equipment	7	
(b) Cash proceeds from sale of properties held for resale		374
(c) Ringfenced deposit as security for performance bond		(4,637)
(d) Cash paid for purchases of property, plant and equipment	(27,103)	(9,187)
(e) Cash paid for purchases of property held for resale	(550)	(640)
(f) Interest paid - capitalised		
(g) Cash paid for purchases of intangible assets	(5,143)	(285)
(h) Cash paid for purchase of remaining interest in Te Rere Hau wind farm	(17,079)	
(i) Other cash flows relating to investing activities	130	(102)
NET INVESTING CASH FLOWS	(49,738)	(14,477)
12 CASH FLOWS RELATED TO FINANCING ACTIVITIES		
(a) Cash proceeds from issue of shares, options, etc. (net)		(140)
(b) Borrowings		
(c) Repayment of finance lease	(52)	
(d) Dividends paid		
(e) Other cash flows relating to financing activities		
NET FINANCING CASH FLOWS	(52)	(140)
13 NET INCREASE (DECREASE IN CASH HELD)		
(a) Cash at beginning of full year	(48,051)	(13,148)
(b) Exchange rate adjustments to Item 12.3(a) above	58,527	71,675
(c) CASH AT END OF FULL YEAR	10,476	58,527
14 NON-CASH FINANCING AND INVESTING ACTIVITIES		
Provide details of financing and investing transactions which have had a material effect on group assets and liabilities but did not involve cash flows: <u>None</u>		
.....		
.....		
.....		
.....		
15 RECONCILIATION OF CASH		
For the purposes of the above Statement of cash flows, cash includes:	Current	Previous
Cash on hand, at bank and funds on deposit at banks	full year	corresponding
.....	NZ\$'000	full year
.....		NZ\$'000
Cash at the end of the year as shown in the statement of cash flows is reconciled to the related items in the financial statements as follows:		
Cash on hand and at bank and deposits on call	2,301	6,452
Bank overdraft		
Other - Term Deposits	8,175	52,075
Total = Cash at End of Half Year (Item 13(c) above)	10,476	58,527

16 EQUITY ACCOUNTED INVESTMENTS IN ASSOCIATES

Information attributable to the reporting group's share of investments in associates and other material interests is to be disclosed by way of separate note below (refer FRS-38 Accounting for Investments in Associates).

16.1 GROUP SHARE OF RESULTS OF ASSOCIATES

Nil

Equity Earnings

(a) OPERATING SURPLUS (DEFICIT) BEFORE TAX

(b) Less tax

(c) OPERATING SURPLUS (DEFICIT) AFTER TAX

(i) Extraordinary items

(d) NET SURPLUS (DEFICIT) AND EXTRAORDINARY ITEMS AFTER TAX

Current full year \$NZ'000	Previous corresponding full year NZ\$'000

16.2 MATERIAL INTERESTS IN CORPORATIONS NOT BEING SUBSIDIARIES

(a) The group has a material (from group's viewpoint) interest in the following corporations:

Name	Percentage of ordinary shares held at end of full Year		Contribution to net surplus (Item 1.5)	Contribution to net surplus (Item 1.5)
	Current full Year	Previous Corresponding full Year	Current full Year NZ\$'000	Previous corresponding full Year NZ\$'000
	Equity Accounted Associates		Equity Accounted in current year	Accounted in current year
Nil				
Other Material Interests		Not Equity Accounted in current year	Accounted in current year	

(b) Investments in Associates

None

Carrying value of investments in associates beginning of half year

Share of changes in associates' post acquisition surpluses/and reserves:

- Retained surplus

- Reserves

Net goodwill amortisation and impairment adjustments in the period

Less Dividends received in the period

Equity carrying value of investments at the end of half year/full year

Amount of goodwill included in carrying value at end of that half year/full year

Current Full Year \$NZ'000	Previous corresponding full year \$NZ'000

17 ISSUED AND QUOTED SECURITIES AT END OF CURRENT FULL YEAR

Category of Securities	Issued	Number	Quoted	Number
PREFERENCE SHARES:				
# (Description)				
Issued during current full year				
ORDINARY SHARES:				
Beginning of full year		78,559,197		78,559,197
End of full year		78,559,197		78,559,197
CONVERTIBLE NOTES				
# (Description)				
Nil				
Issued during current full year				
OPTIONS:				
	Issued		Quoted	Exercise Price
Issued during current full year				
DEBENTURES - Totals only:			\$	
UNSECURED NOTES - Totals only:			\$	
OTHER SECURITIES			\$	\$

Description includes rate of dividend or interest and any redemption or conversion rights together with the prices and dates thereof.

18 COMMENTS BY DIRECTORS

If no report in any section, state NIL. If insufficient space below, provide details in the form of notes to be attached to this report.

- (a) Material factors affecting the revenues and expenses of the group for the current year
Refer to Chairman's Review
- (b) Significant trends or events since end of current year
Refer to Chairman's Review
- (c) Changes in accounting policies since last Annual Report to be disclosed
None
- (d) Critical Accounting Policies - Management believes the following to be critical accounting policies. That is they are both important to the portrayal of the Issuer's financial condition and results, as they require management to make judgments and estimates about matters that are inherently uncertain
Carrying value of Te Rere Hau wind farm assets
- (e) Management's discussion and analysis of financial condition, result and/or operations (optional) - this section should contain forward looking statements that should outline where these involve risk and uncertainty
Refer to Chairman's Review
- (f) Other comments
None

19 DIVIDEND

- (a) Dividend Yield as at balance date (%) (Annual dividend per share divided by price per share)
It is proposed that no dividend will be paid
- (b) Tax Adjusted Dividend Yield as at balance date (%) (Annual net dividend per share divided by price per share)
n/a

20 ANNUAL MEETING (if full year report)

- (a) To be held at Auckland
-
- (b) Date to be advised Time
- (c) Approximate date of availability of Annual Report 24-Sep-09

If full year report was approved by resolution of the Board of Directors, please indicate date of meeting:

.....
27-Aug-09
.....

.....
(signed by) Authorised Officer of Listed Issuer

.....
(date)

*Delete as required