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## STOCK EXCHANGE ANNOUNCEMENT

29 May 2026

### Chorus submits 2025 fibre regulatory report

Chorus has today published its Information Disclosure for fibre fixed line access services (FFLAS) for the 2025 disclosure year. This disclosure will also be submitted to the Commerce Commission.

As part of this process, Chorus has calculated that the regulated asset base (RAB) increased from \$5.9 billion in 2024 to approximately \$6.0 billion at the end of 2025. Within this total, the core RAB was \$5.1 billion in 2025, up \$0.2 billion from 2024, while the Financial Loss Asset was lowered to \$0.9 billion in 2025.

As expected, Chorus has calculated that it under-earned its maximum allowable revenue for 2025. Revenues were \$101 million lower than allowed in 2025 and, together with various other adjustments, this results in a wash-up balance of \$76.3 million that will be carried forward to PQP3.

Details of these calculations and other summary financial information are provided in the attached presentation. All calculations are subject to Commerce Commission review. The full Information Disclosure reporting schedules are available at:

<https://company.chorus.co.nz/about/regulatory/price-quality-information-disclosures>

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### ENDS

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# Information Disclosure Update

For the twelve months ended 31 December 2025

Unleashing potential through connectivity  
Enabling better futures for Aotearoa



CHORUS

# Disclaimer

## This presentation:

- Is provided for general information purposes and does not constitute investment advice or an offer of or invitation to purchase Chorus securities.
- Includes forward-looking statements. These statements are not guarantees or predictions of future performance. They involve known and unknown risks, uncertainties and other factors, many of which are beyond Chorus' control, and which may cause actual results to differ materially from those contained in this presentation.
- Includes statements relating to past performance which should not be regarded as reliable indicators of future performance.
- Is current at the date of this presentation, unless otherwise stated. Except as required by law or the NZX Main Board and ASX listing rules, Chorus is not under any obligation to update this presentation, whether as a result of new information, future events or otherwise.
- Should be read in conjunction with Chorus' audited financial statements for the year to 30 June 2025 and Chorus' interim consolidated financial statements for the six months ended 31 December 2025 and NZX and ASX market releases.
- Includes non-GAAP financial measures such as "EBITDA". These measures do not have a standardised meaning prescribed by GAAP and therefore may not be comparable to similar financial information presented by other entities. They should not be used in substitution for, or isolation of, Chorus' audited consolidated financial statements. We monitor EBITDA as a key performance indicator, and we believe it assists investors in assessing the performance of the core operations of our business. EBITDA is reconciled in the Notes to the financial statements.
- Has been prepared with due care and attention. However, Chorus and its directors and employees accept no liability for any errors or omissions.
- Contains information from third parties Chorus believes reliable. However, no representations or warranties (express or implied) are made as to the accuracy or completeness of such information.

# Information Disclosure overview

Chorus provides Information Disclosure (ID) reporting to the Commerce Commission for each calendar year.

This presentation is a summary of the ID reporting and includes information on a six-monthly basis to assist with financial year comparisons.

The full schedules submitted by Chorus are available at <https://company.chorus.co.nz/disclosures>

Please note that:

- RAB and wash-up movement calculations are subject to Commerce Commission review
- regulatory categories for operating expenditure are different from Chorus' financial reporting categories
- all historical financial numbers are nominal
- the ID schedules include varying combinations of:
  - **PQ FFLAS:** Chorus fibre fixed line access services/assets subject to price-quality RAB and MAR regime
  - **ID-only FFLAS:** Chorus fibre fixed line access services/assets not subject to price-quality regime but requiring information disclosure (e.g. assets in other local fibre company areas)

# Regulated Asset Base (RAB) at \$6.0 billion

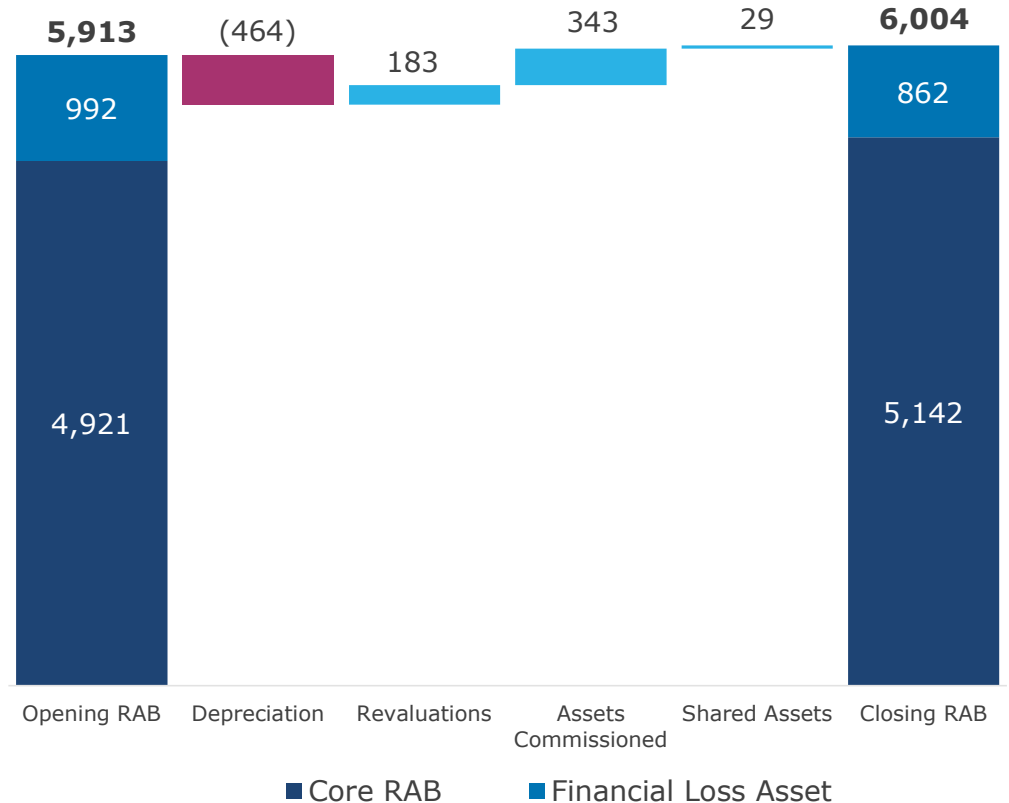
Chorus' fibre RAB grew to \$6.0b in 2025:

- the core RAB grew \$221m to \$5.1b
- the Financial Loss Asset (FLA) reduced by \$130m to \$862m
- the 2025 Opening Core RAB is \$10m higher than the closing 2024 RAB due to asset allocator updates (see next slide)

The key year-on-year RAB movements were driven by:

- depreciation reduced from \$508m in 2024 to \$464m in 2025
- revaluations increased from \$131m in 2024 to \$183m in 2025 due to increased inflation rates (2.22% in 2024 vs 3.11% in 2025)
- \$343m of RAB assets were commissioned in 2025, compared to \$306m in 2024
- \$29m of shared assets were added to the core RAB, compared to \$41m in 2024

2025 RAB MOVEMENT (\$m)



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# RAB movements for 2025 ID year

Component	Core RAB \$m (nominal)	Financial Loss Asset (FLA) \$m (nominal)	Notes
<b>Opening RAB (1 Jan 2025)</b>	<b>4,921</b>	<b>992</b>	The closing RAB at 31 December 2024 included a <i>forecast</i> asset allocator adjustment. The opening RAB at 1 January 2025 is \$10m higher due to updates for <i>actual</i> asset allocators
<i>Less:</i> Depreciation	(303)	(161)	FLA depreciation is diminishing value and the core RAB is now depreciated using a tilted annuity from PQP2. Assets start depreciating the regulatory year after commissioning
<i>Plus:</i> Revaluations	152	31	3.11% actual inflation in the December quarter versus forecast 2.20% used in the final decision for 2025 MAR
<i>Plus:</i> Assets commissioned	343	-	Amount is net of \$32m capital contributions
<i>Plus:</i> Adjustment resulting from asset allocation	29	-	An upwards adjustment reflects a greater proportion of shared assets being attributable to fibre (due to differences in allocations drivers such as revenues and connections) than was forecast for the opening RAB in 2025
<b>Total closing RAB value (31 Dec 2025)</b>	<b>5,142</b>	<b>862</b>	

# 2025 MAR wash-up balance of \$76.3 million

Description	Wash-up \$m (nominal)	Revenue \$m (nominal)	Notes
<b>2025 maximum allowable revenue</b>		<b>963.9</b>	PQP2 decision updated in 2025 for pass through cost and CPI forecasts
<i>Less: 2025 FFLAS revenue received</i>		<b>(863.2)</b>	
2025 MAR under-earn		<b>100.7</b>	
Cost allocators	0.9		Previously forecast cost inputs (e.g. total expenditure, connections and data traffic) updated for actuals in the period
Pass through costs under-forecast	(0.5)		Actual pass through costs of \$18.9m versus forecast \$19.4m
CPI on the price path for 2025	(3.6)		Actual CPI of 2.84%* via in-period smoothing
PQP2 RAB true-up	(21.2)		True-up of PQP2 final decision RAB to replace forecasts with actuals
Individual capex proposal	-		No individual capex proposals in 2025
		<b>(24.4)</b>	
<b>2025 wash-up balance</b>		<b>76.3</b>	The wash-up balance is rolled forward each year using the post-tax WACC as the time-value of money to preserve NPV neutrality

\* This differs from the 3.11% actual CPI referenced in previous slide due to different Commission methods for calculating CPI for the price path and CPI for RAB indexation

# Operating expenditure

Opex categories	Sub-categories	PQP1				PQP2	
		H1 2023	H2 2023	H1 2024	H2 2024	H1 2025	H2 2025
<b>Customer</b>	Customer operations	(3)	(3)	-	-	<b>(1)</b>	<b>(1)</b>
	Product, sales & marketing	14	14	14	14	<b>15</b>	<b>13</b>
<b>Network</b>	Maintenance	18	18	17	18	<b>16</b>	<b>15</b>
	Network operations	11	13	12	14	<b>12</b>	<b>14</b>
	Operating costs	4	4	3	2	<b>7</b>	<b>5</b>
<b>Support</b>	Asset management	11	11	9	11	<b>6</b>	<b>6</b>
	Corporate	23	22	24	21	<b>26</b>	<b>25</b>
	Technology	11	11	11	10	<b>16</b>	<b>17</b>
<b>Total (\$m)</b>		<b>89</b>	<b>90</b>	<b>90</b>	<b>90</b>	<b>97</b>	<b>94</b>
<b>Pass through costs (\$m)</b>		<b>7</b>	<b>8</b>	<b>7</b>	<b>9</b>	<b>10</b>	<b>9</b>

# Capital expenditure (excludes contributions)

Capex categories	Sub-categories	PQP1				PQP2	
		H1 2023	H2 2023	H1 2024	H2 2024	H1 2025	H2 2025
<b>Extending the network</b>	Augmentation	4	4	8	16	<b>23</b>	<b>6</b>
	New property developments	12	13	10	14	<b>14</b>	<b>12</b>
<b>Installations</b>	Complex	2	2	1	2	<b>1</b>	<b>1</b>
	Standard*	72	84	63	51	<b>51</b>	<b>42</b>
<b>IT and Support</b>	Business IT	11	10	7	8	<b>9</b>	<b>8</b>
	Corporate	1	-	-	-	-	-
	Network & customer	13	13	23	23	<b>21</b>	<b>21</b>
<b>Network capacity</b>	Access	25	16	9	10	<b>15</b>	<b>9</b>
	Aggregation	4	18	5	11	<b>7</b>	<b>6</b>
	Transport	5	5	15	11	<b>13</b>	<b>4</b>
<b>Network sustain &amp; enhance</b>	Field sustain	11	2	4	8	<b>6</b>	<b>7</b>
	Relocations	2	2	1	3	<b>3</b>	<b>3</b>
	Resilience	8	1	2	1	<b>1</b>	<b>1</b>
	Site sustain	9	8	6	5	<b>14</b>	<b>8</b>
<b>Total (\$m)</b>		<b>179</b>	<b>178</b>	<b>154</b>	<b>163</b>	<b>178</b>	<b>129</b>

\* Change from 2024 excludes provisioning, systems and service desk costs (now included in Network & customer line)

# Indicative EBITDA and capex

The tables below provide an indicative split of EBITDA and capital expenditure between regulated Price-Quality FFLAS (PQ FFLAS) and Other (i.e. non-PQ FFLAS) activity over the 2023-2025 calendar years:

- capital contributions are deducted from asset values for PQ-FFLAS and are included as Other revenue together with non-FFLAS capital contributions
- there is a step up in FFLAS opex in PQP2 reflecting changes to shared cost allocators in the PQP2 decision
- FFLAS opex will be increased further through the cost allocator wash-up if the copper shut down in CNU fibre areas is faster than PQP2 forecasts

PQ FFLAS	PQP1				PQP2	
	H1 2023	H2 2023	H1 2024	H2 2024	H1 2025	H2 2025
Revenue	362	387	403	407	<b>429</b>	<b>434</b>
Opex	(89)	(90)	(90)	(90)	<b>(97)</b>	<b>(94)</b>
Pass through costs	(7)	(8)	(7)	(9)	<b>(10)</b>	<b>(9)</b>
<b>EBITDA</b>	<b>266</b>	<b>289</b>	<b>306</b>	<b>308</b>	<b>322</b>	<b>331</b>
Capex (net of capital contributions and leases)	176	175	153	162	<b>177</b>	<b>127</b>
Capital contributions	17	24	17	17	<b>15</b>	<b>17</b>

Other	PQP1				PQP2	
	H1 2023	H2 2023	H1 2024	H2 2024	H1 2025	H2 2025
Revenue	131	116	104	93	<b>84</b>	<b>72</b>
Opex	(67)	(58)	(57)	(55)	<b>(46)</b>	<b>(43)</b>
<b>EBITDA</b>	<b>64</b>	<b>58</b>	<b>47</b>	<b>38</b>	<b>38</b>	<b>29</b>
Capex (net of capital contributions)	36	27	17	13	<b>18</b>	<b>12</b>
Capital contributions	3	6	8	7	<b>4</b>	<b>2</b>