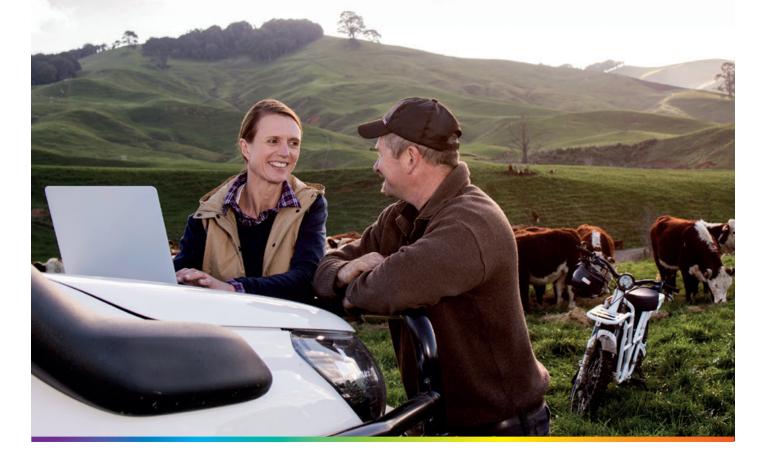


QUARTERLY CONNECTIVITY UPDATE Q2: to 30 JUNE 2019



CONTENTS

OUR TARGETS	
OUR PROGRESS	
UFB SNAPSHOTS	5
SNAPSHOT FEATURE	6
UPDATE BY REGION	
NORTHLAND	8
AUCKLAND	9
WAIKATO	10
BAY OF PLENTY	11
GISBORNE	12
HAWKE'S BAY	
TARANAKI	
MANAWATŪ-WHANGANUI	15
WELLINGTON	16
TASMAN	17
NELSON	
MARLBOROUGH	19
WEST COAST	
CANTERBURY	21
OTAGO	
SOUTHLAND	



OUR TARGETS

ULTRA-FAST BROADBAND (UFB) TARGETS



OVER 1.8 MILLION HOMES & BUSINESSES (87% of New Zealanders) will have access to UFB by the end of 2022



UFB will be rolled out to over 400 TOWNS & CITIES



When the programme is complete, New Zealand should be in the **TOP FIVE COUNTRIES** in the OECD for fibre availability

OUR OVERALL TARGET

of New Zealand's population will be able to access improved broadband by the end of 2023

RURAL BROADBAND INITIATIVE PHASE 2 (RBI2) AND MOBILE BLACK SPOT FUND (MBSF) TARGETS



812 ELIGIBLE MARAE



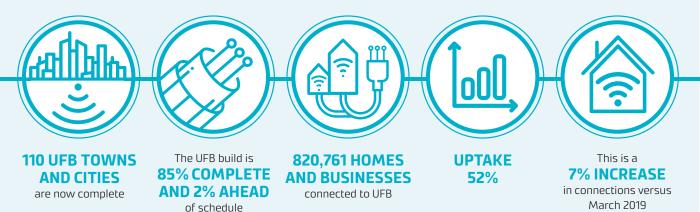
84,000 RURAL HOMES AND BUSINESSES will receive improved broadband by the end of 2023



ABOUT 1,400 KM of State Highway and over 168 TOURISM SITES will receive mobile coverage

OUR PROGRESS

ULTRA-FAST BROADBAND (UFB) PROGRESS



OUR OVERALL PROGRESS FOR UFB



of New Zealanders can now access UFB

RBI2/MBSF: \$225m

RURAL BROADBAND INITIATIVE PHASE 2 (RBI2) AND MOBILE BLACK SPOT FUND (MBSF) PROGRESS



38,662 RURAL HOMES AND BUSINESSES can access improved broadband 46% complete



26 TOURISM SITES have mobile coverage 16% complete



238KM OF STATE HIGHWAY have mobile coverage 17% complete



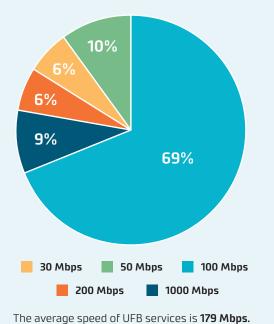
25 MOBILE TOWERS are complete 5% complete

UFB SNAPSHOTS

TOP 10 CENTRES FOR UFB UPTAKE THIS QUARTER

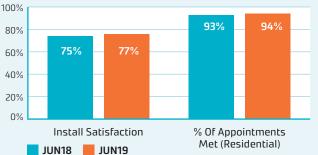
RANK	TOWN	UPTAKE %	CHANGE IN RANK
1	Waiuku	64%	-
2	Hamilton	64%	-
З	Whatawhata	63%	+19
4	Tauranga	63%	+9
5	Nelson	62%	-2
6	Longburn	62%	+4
7	Horotiu	61%	+2
8	Dunedin	60%	-3
9	Cambridge	59%	-1
10	New Plymouth & Auckland	58%	+1/-4

UFB PRODUCT MIX AND INSTALLATION MEASURES

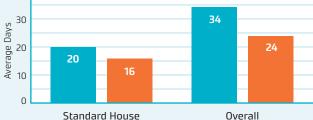


Consumers are continuing to migrate to higher

UFB INSTALL CUSTOMER MEASURES



UFB AVERAGE DAYS TO INSTALL



speed UFB plans, including the gigabit plan.

GIGABIT CONNECTIONS

40



10,174 Additional connections this quarter QUARTERLY CONNECTIVITY UPDATE 02: to 30 JUNE 2019



RURAL BROADBAND HELPS CHILDREN'S AUTHOR

THERE CAN BE FEW NICER PLACES TO WAKE UP EACH MORNING THAN HIGH ON A RIDGE OVERLOOKING THE EASTERN BAY OF PLENTY'S UNSPOILT OHIWA INLET.

Children's writer and illustrator Nikki Slade Robinson – famous for "The little Kiwi's Matariki" – lives in that idyllic spot with husband Jim who helps front the nearby Motu Trails – one of Great Rides on The New Zealand Cycle Trail.

The availability of city-grade internet through local Wireless Internet Service Provider (WISP) Evolution Networks has given the Robinsons the best of both worlds - a city grade online working environment and a country lifestyle. And Evolution's partnership with CIP in phase two of the Rural Broadband Initiative (RBI2) project is extending similar coverage to more rural people in the Opotiki, East Cape and Bay of Plenty regions every week.

Evolution is a young WISP dating back to 2015 when the government was promoting digital development plans among district councils. Tauranga-based IT service company Stratus Blue came up with the idea, and the Opotiki District Council swung behind as a financial partner. CIP recognised the work of Evolution in expanding its network to unserved areas and supported it to expand and upgrade its services.

Nikki is a huge supporter of Evolution. "We were one of their first customers in 2015 - I met them at a public meeting in Ohiwa. Since we signed up 4 years ago we've only had one brief outage during a big storm. It's great that I can now send my writing and illustrations over the internet just as though I was in the middle of Auckland."

Husband Jim is equally enthusiastic. "The change to Evolution was overwhelming. Before they came, we relied on copper lines, with constant dropouts. These days I'm constantly sending big batches of photos showcasing the Trails with no issue. There's no way I could have done that before - you could never send emails over more than a megabyte or so at a time."

Jim's even joined video conferences from home involving lecturers and students from multiple locations and says apart from minor variation at peak times, Evolution's service has never missed a beat.



Evolution's Mark Simpson has come to know the Robinsons well. Mark was working for Stratus Blue when it saw the opportunity to get into the WISP market. Having spearheaded the growth, he has come to know most of the customers along the way but with rapid growth through about the 300 mark he confesses this is becoming more of a challenge.

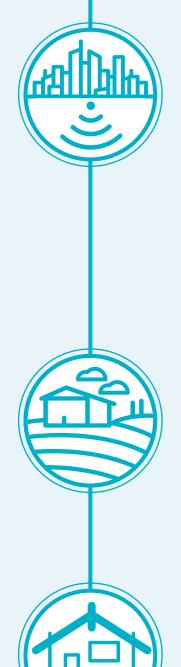
The territory is challenging for a WISP. Mark covers a huge distance every week rolling out new towers, upgrading existing ones and connecting new customers from his base in Tauranga, north to Te Kaha and Waihau Bay, and south to Kawerau. One of the upgrades at Kohi Point, funded by CIP, will improve the Robinsons' service even further. Another new site funded by CIP, at Nukuhou, is adding coverage for a number of farms, enabling not only online farm management but better education for rural students and serious improvement in farm security on these large, isolated properties.

"We've got at least half the homes in Ohiwa as customers now, including one who is a software developer running a server there," Mark says.

Evolution Networks has contracted with CIP to cover approximately 300 households and businesses in Opotiki and Whakatane districts. We look forward to working with Mark and the rest of his team to make a difference to rural connectivity.

UPDATE BY REGION

NORTHLAND



UFB

- There are **10** towns and cities with UFB available.
- **48%** of those with access to UFB have connected.
- There is a total of **16,354** premises connected.

RANK	TOWN	UPTAKE
1	Whangārei	58%
2	Hikurangi	56%
3	Waipū	55%
4	Dargaville	42%
5	One Tree Point	40%

RBI2/MBSF

- There are 5,016 households or businesses with RBI2 access which is 52% of target.
- There are **29** kilometres of mobile coverage on State Highways which is **26%** of target.
- There are 3 tourist sites with mobile coverage which is 20% of target.
- There have been **7** mobile towers built which is **11%** of target.

MARAE

There are **2** Marae connected in Northland:

- Oromāhoe
- Te Houhanga



QUARTERLY CONNECTIVITY UPDATE Q2: to 30 JUNE 2019



UFB

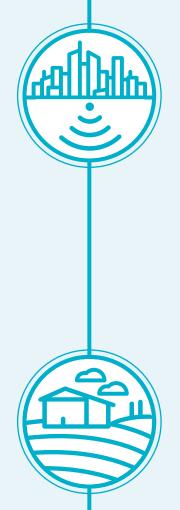
- There are **5** towns and cities with UFB available.
- **58%** of those with access to UFB have connected.
- There is a total of **313,948** premises connected.

RANK	TOWN	UPTAKE
1	Waiuku	64%
2	Auckland	58%
3	Pukekohe	54%
4	Waiheke Island	48%
5	Helensville	31%

- There are 3,393 households or businesses with RBI2 access which is 55% of target.
- There are **10** kilometres of mobile coverage on State Highways which is **65%** of target.
- There have been **2** mobile towers built which is **8%** of target.



WAIKATO



UFB

- There are **21** towns and cities with UFB available.
- **53%** of those with access to UFB have connected.
- There is a total of **64,240** premises connected.

RANK	TOWN	UPTAKE
1	Hamilton	64%
2	Whatawhata	63%
3	Horotiu	61%
4	Cambridge	59%
5	Te Awamutu	51%

- There are 4,229 households or businesses with RBI2 access which is 41% of target.
- There are **12** kilometres of mobile coverage on State Highways which is **12%** of target.
- There are 2 tourist sites with mobile coverage which is 15% of target.



BAY OF PLENTY



- There are **6** towns and cities with UFB available.
- **57%** of those with access to UFB have connected.
- There is a total of **58,430** premises connected.

RANK	TOWN	UPTAKE
1	Tauranga	63%
2	Rotorua	54%
3	Ōmokoroa	51%
4	Whakatāne	49%
5	Katikati	17%

RBI2/MBSF

- There are 2,278 households or businesses with RBI2 access which is 37% of target.
- There are **10** kilometres of mobile coverage on State Highways which is **15%** of target.
- There are 3 tourist sites with mobile coverage which is 33% of target.

MARAE

There is **1** Marae connected in the Bay of Plenty:

Wairūrū



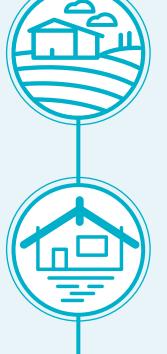
GISBORNE



UFB

- There are **3** towns and cities with UFB available.
- 42% of those with access to UFB have connected.
- There is a total of **6,470** premises connected.

RANK	TOWN	UPTAKE
1	Gisborne	43%
2	Ruatoria	29%
3	Tolaga Bay	25%



RBI2/MBSF

- There are **1,028** households or businesses with RBI2 access which is **43%** of target.
- There are **23** kilometres of mobile coverage on State Highways which is **21%** of target.

MARAE

There are **3** Marae connected in Gisborne:

- Hinemaurea ki Wharekāhika
- Hinerupe
- To Poho o Rāwiri



HAWKE'S BAY

UFB

- There are **5** towns and cities with UFB available.
- **43%** of those with access to UFB have connected.
- There is a total of **22,820** premises connected.

RANK	TOWN	UPTAKE
1	Napier/Hastings	45%
2	Wairoa	22%
3	Bay View	20%
4	Takapau	17%
5	Ongaonga	9%

RBI2/MBSF

- There are 1,219 households or businesses with RBI2 access which is 28% of target.
- There are 6 kilometres of mobile coverage on State Highways which is 6% of target.
- There is 1 tourist site with mobile coverage which is 11% of target.
- There has been **1** mobile tower built which is **2%** of target.

MARAE

There are **4** Marae connected in Hawke's Bay:

- Erepēti
- Māhanga (Rongomaiwahine)
- Hinemihi
- Raupunga



TARANAKI



UFB

- There are **10** towns and cities with UFB available.
- **52%** of those with access to UFB have connected.
- There is a total of **20,244** premises connected.

RANK	TOWN	UPTAKE
1	New Plymouth	58%
2	Hāwera	54%
3	Stratford	47%
4	Ōpunake	24%
5	Inglewood	15%

- There are **1,118** households or businesses with RBI2 access which is **46%** of target.
- There are **11** kilometres of mobile coverage on State Highways which is **14%** of target.
- There has been 1 mobile tower built which is 6% of target.







MANAWATŪ-WHANGANUI



- There are **8** towns and cities with UFB available.
- **49%** of those with access to UFB have connected.
- There is a total of **35,891** premises connected.

RANK	TOWN	UPTAKE
1	Longburn	62%
2	Palmerston North	53%
3	Feilding	52%
4	Levin	49%
5	Whanganui	45%



- There are 6,173 households or businesses with RBI2 access which is 55% of target.
- There are **29** kilometres of mobile coverage on State Highways which is **34%** of target.
- There are 2 tourist sites with mobile coverage which is 33% of target.
- There has been **1** mobile tower built which is **3%** of target.





WELLINGTON



UFB

- There are **4** towns and cities with UFB available.
- **41%** of those with access to UFB have connected.
- There is a total of **82,598** premises connected.

RANK	TOWN	UPTAKE
1	Masterton	51%
2	Wellington	41%
3	Ōtaki	37%
4	Kapiti	32%

- There are **1,677** households or businesses with RBI2 access which is **43%** of target.
- There is 1 tourist site with mobile coverage which is 20% of target.



TASMAN

UFB

- There are **2** towns and cities with UFB available.
- **28%** of those with access to UFB have connected.
- There is a total of **1,243** premises connected.

RANK	TOWN	UPTAKE
1	Ruby Bay	53%
2	Motueka	22%



- There are 590 households or businesses with RBI2 access which is 24% of target.
- There is **1** kilometre of mobile coverage on State Highways which is **2%** of target.



UFB

- There is **1** city with UFB available.
- **62%** of those with access to UFB have connected.
- There is a total of **16,856** premises connected.

RANK	TOWN	UPTAKE
1	Nelson	62%

- There are 27 households or businesses with RBI2 access which is 12% of target.
- There is **1** kilometre of mobile coverage on State Highways which is **5%** of target.

MARLBOROUGH

UFB

- There are **2** towns and cities with UFB available.
- **49%** of those with access to UFB have connected.
- There is a total of **8,173** premises connected.

RANK	TOWN	UPTAKE
1	Blenheim	54%
2	Picton	26%



- There are 801 households or businesses with RBI2 access which is 33% of target.
- There are **7** kilometres of mobile coverage on State Highways which is **14%** of target.

WEST COAST

UFB

- There are **4** towns and cities with UFB available.
- 47% of those with access to UFB have connected.
- There is a total of **3,332** premises connected.

RANK	TOWN	UPTAKE
1	Hokitika	52%
2	Greymouth	51%
3	Runanga	35%
4	Reefton	14%



- There are 853 households or businesses with RBI2 access which is 30% of target.
- There are 40 kilometres of mobile coverage on State Highways which is 15% of target.
- There are **9** tourist sites with mobile coverage which is **29%** of target.
- There have been **10** mobile towers built which is **20%** of target.





CANTERBURY

UFB

- There are **18** towns and cities with UFB available.
- **51%** of those with access to UFB have connected.
- There is a total of **114,623** premises connected.

RANK	TOWN	UPTAKE
1	Timaru	56%
2	Ashburton	54%
3	Christchurch (incl Rangiora)	51%
4	Pareora	8%
5	Waiau	1%

- There are 4,887 households or businesses with RBI2 access which is 50% of target.
- There are 12 kilometres of mobile coverage on State Highways which is 8% of target.
- There is 1 tourist site with mobile coverage which is 4% of target.



OTAGO

UFB

- There are **7** towns and cities with UFB available.
- **53%** of those with access to UFB have connected.
- There is a total of **42,001** premises connected.

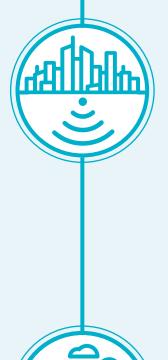
RANK	TOWN	UPTAKE
1	Dunedin	60%
2	Queenstown	48%
З	Ōamaru	47%
4	Cromwell	37%
5	Lake Hāwera and Lake Wānaka	17%

- There are 2,454 households or businesses with RBI2 access which is 49% of target.
- There are **42** kilometres of mobile coverage on State Highways which is **29%** of target.
- There are 2 tourist sites with mobile coverage which is 17% of target.









UFB

- There are **4** towns and cities with UFB available.
- **51%** of those with access to UFB have connected.
- There is a total of **13,538** premises connected.

RANK	TOWN	UPTAKE
1	Invercargill	52%
2	Otatara	36%
3	Mossburn	7%
4	Manapouri	6%



- There are 2,919 households or businesses with RBI2 access which is 50% of target.
- There are 3 kilometres of mobile coverage on State Highways which is 8% of target.
- There are 2 tourist sites with mobile coverage which is 13% of target.
- There have been **3** mobile towers built which is **8%** of target.



