
TO	Listed Company Relations NZSX Market	VIA NZ MAP
CC	Company Announcements Office Australian Stock Exchange	VIA ASX ONLINE
FROM	Leila Peters Head of Investor Relations	DATE 15 June 2016
NUMBER OF PAGES INCLUDING COVER SHEET	One	
SUBJECT	Air New Zealand to Participate in Virgin Australia Rights Issue	

Air New Zealand confirms that it will be participating in the rights issue announced by Virgin Australia earlier today. Virgin Australia has stated that the A\$852 million pro-rata entitlement offer capital raising (the Offer) will strengthen Virgin Australia's balance sheet, improve earnings and cash flow and support new opportunities for sustainable growth.

Air New Zealand announced its 19.98% sale to Nanshan Group on 10 June 2016. To the extent that Air New Zealand is a registered shareholder on the record date for the Offer (and if Nanshan Group has not received applicable regulatory approvals in relation to its participation in the Offer), Air New Zealand will subscribe for Nanshan Group's entitlements via a sub-underwriting arrangement.

Ends.