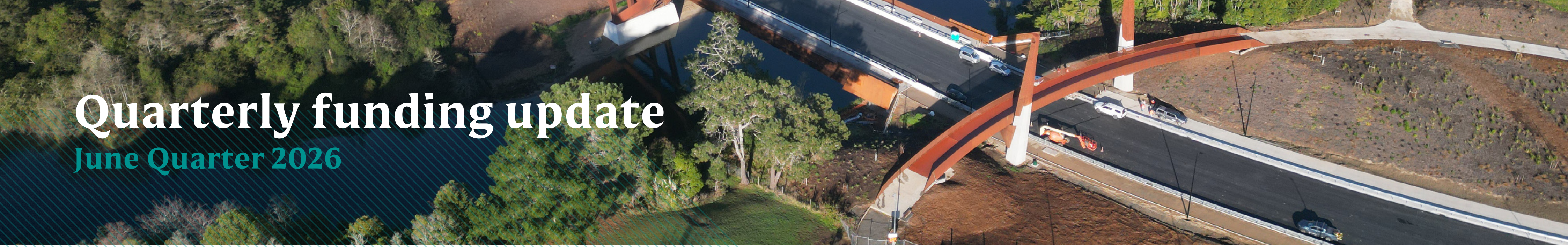


Quarterly funding update

June Quarter 2026

Borrowing Programme Update

During the quarter LGFA issued NZ$1.1 billion of bonds across eight NZD bond maturities via three bond tenders and one syndication of a new May 2034 Sustainable Financing Bond. There was no foreign currency bond issuance during the quarter. Total bond issuance for the twelve month period to 30 June 2026 was NZ$4.25 billion comprising 47% in NZD bonds and 53% in foreign currency bonds (that were fully hedged back into NZD).

The weighted average term of bond issuance during the June quarter was 7.47 years compared to 6.69 years for the FY ending 30 June 2026. This compares to a weighted average term of 5.99 years for the prior 2024-25 FY.

Other news

Three water CCOs (Selwyn Waters Limited, Tiaki Wai Limited and IAWAI Flowing Waters Limited) joined LGFA during the quarter and this increased our water CCO membership to four. Council membership remained unchanged at seventy-seven members and CCO membership (excluding water CCOs) was also unchanged at eight. The number of guarantors was unchanged at seventy-four.

Total long term borrowing by councils during the quarter was NZ$1.652 billion compared to NZ$1.546 billion in the comparable period a year ago. Total term loans outstanding were NZ$22.40 billion and short term loans of NZ$1.54 billion as at 30 June 2026.

Climate Action Loans (CALSs) outstanding to council and CCO borrowers total $4.682 billion to eight borrowers and there were Green and Social loans outstanding of NZ$614.9 million to fourteen projects.

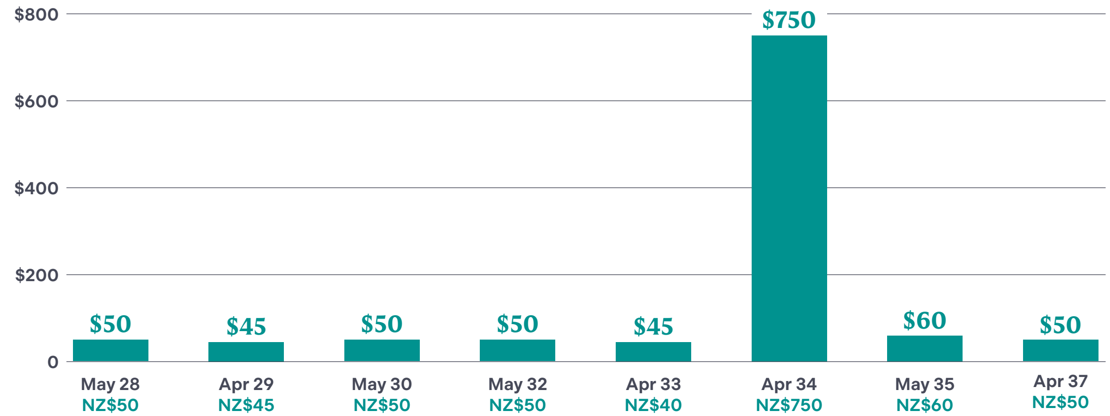
LGFA has NZ$830 million of NZD LGFA Bills and the equivalent of NZ$479 million of ECP (across USD and EUR) on issue. LGFA bonds lent on repo by LGFA to banks total NZ$394 million.

On 30 June 2026 we released our Statement of Intent and Forecast Borrowing Programme for the next three years with a forecast annual borrowing programme of NZ$4.655 billion, NZ$4.770 billion and NZ$4.800 billion for each year.

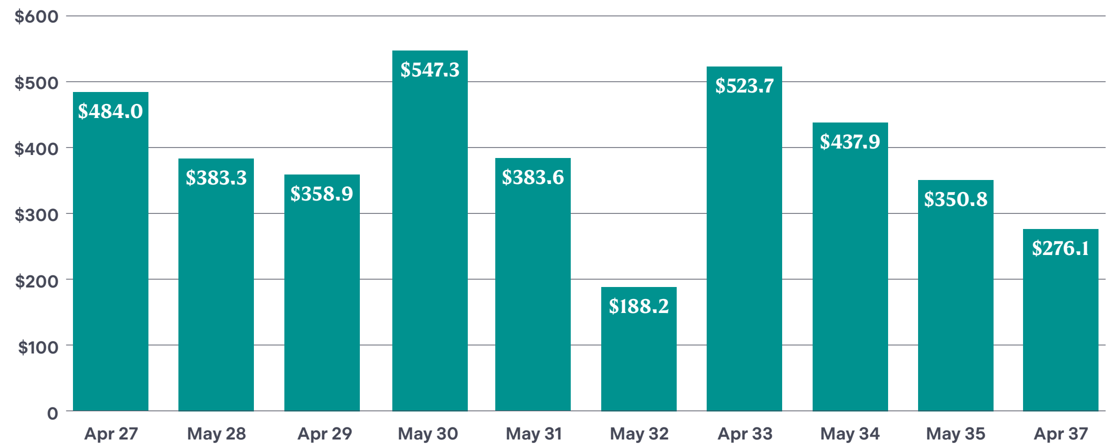
During the June 2026 quarter LGFA repurchased NZ$60 million of the April 2027 bonds via the repurchase tender programme. LGFA shifted from holding weekly repurchase tenders to fortnightly tenders from 3 June 2026.

The Reserve Bank of New Zealand announced on 8 July 2026 that they intend to fully unwind their holdings of LGFA Bonds that were purchased as part of the Large Scale Asset Purchase Programme between April 2020 and February 2021. They intend to unwind the holdings by the end of June 2027.

June Quarter Bond Issuance (NZ$ equivalent million)



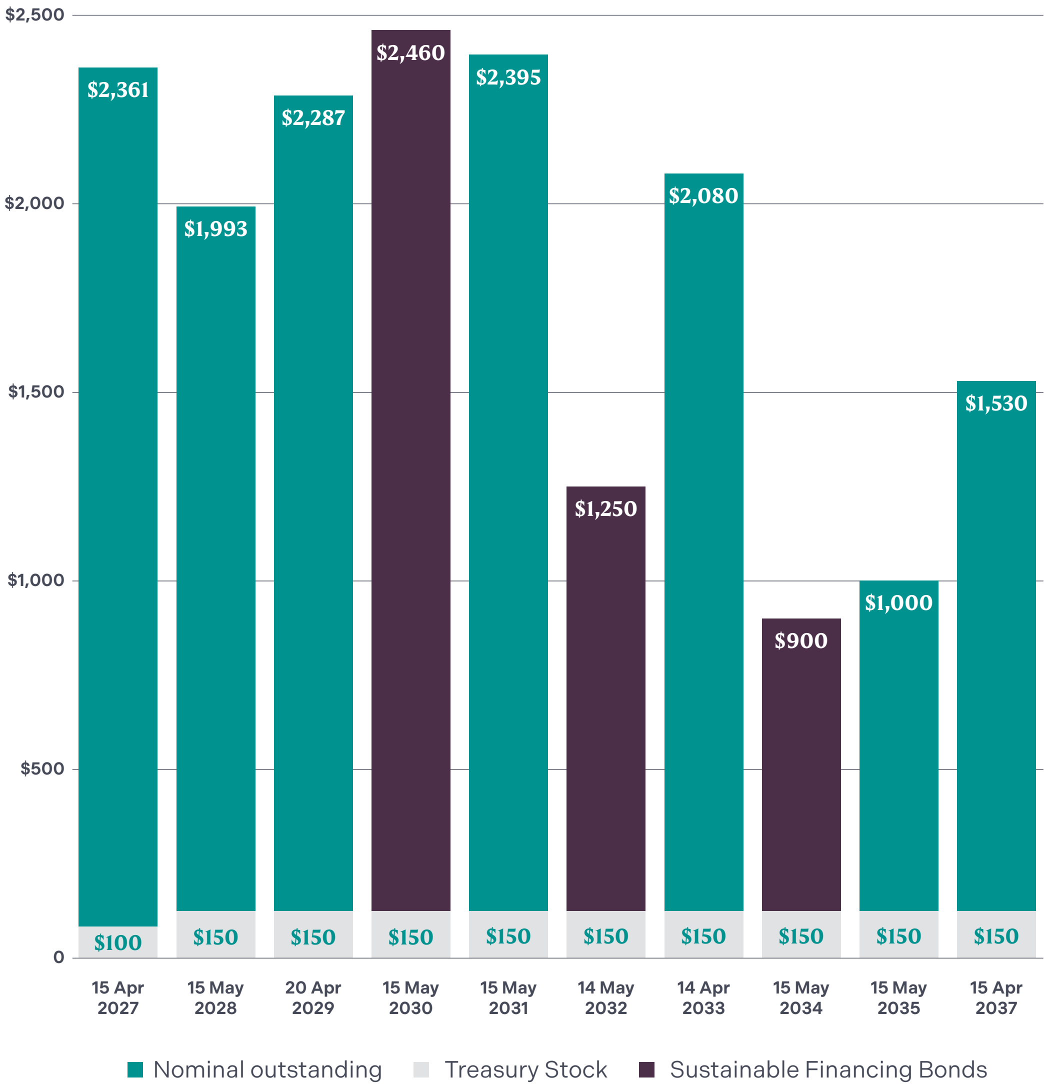
June Quarter Secondary Market Activity in NZD Bonds (NZ$ million)



Quarterly funding update June Quarter 2026

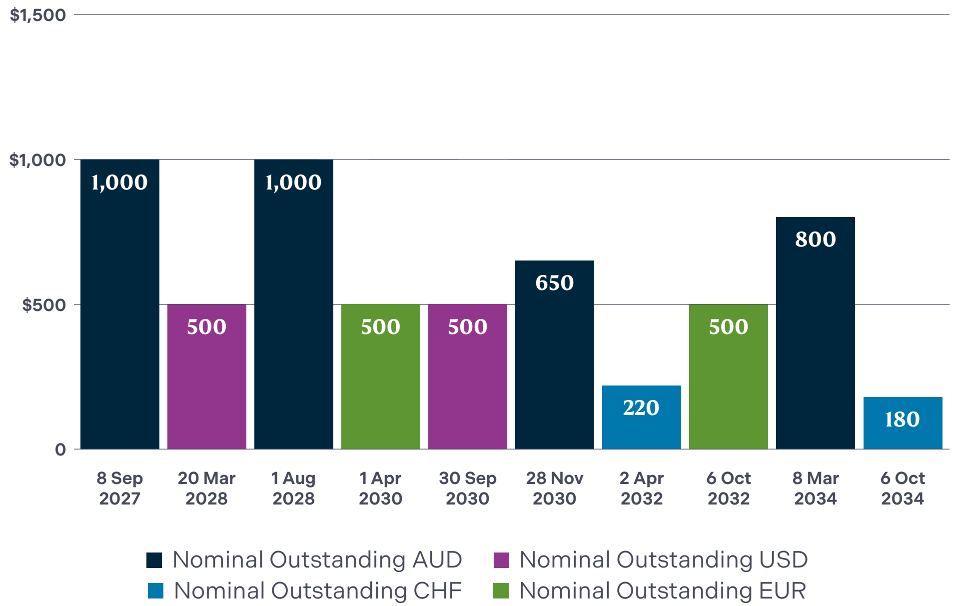
LGFA NZD bonds on issue (NZ$ million)

As at 30 June 2026: NZ$18,256 million (Includes NZ$1,450 million treasury stock)



LGFA Foreign Currency Bonds on issue

As at 30 June 2026



June Quarter LGFA Bond Issuance (NZ$ million)

	May 28	Apr 29	May 30	May 32	Apr 33	May 34	May 35	Apr 37	Total
Tender 130 (10 June)		$45			$45		$60		$150
Tender 129 (13 May)			$50			$50		$50	$150
Tender 128 (10 April)	$50			$50					$100
Syndication (1 April)						$700			$700
	$50.0	**$45.0**	**$50.0**	**$50.0**	**$45.0**	**$750.0**	**$60.0**	**$50.0**	**$1,100**

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

	Apr 27	May 28	Apr 29	May 30	May 31	May 32	Apr 33	May 34	May 35	Apr 37	Total
June	$134.8	$83.3	$14.3	$67.0	$77.2	$37.0	$77.4	$203.8	$249.7	$150.9	$1,095.4
May	$158.4	$157.7	$152.5	$89.4	$93.2	$101.7	$390.5	$146.2	$50.9	$94.5	$1,434.9
April	$190.9	$142.2	$192.1	$390.9	$213.1	$49.5	$55.8	$88.0	$50.2	$30.7	$1,403.4
	$484.0	**$383.3**	**$358.9**	**$547.3**	**$383.6**	**$188.2**	**$523.7**	**$437.9**	**$350.8**	**$276.1**	**$3,933.7**

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

As at month end	Banks	Offshore	Domestic Investors	RBNZ
June	$5,855.8	$3,816.0	$6,646.3	$882.0
May	$5,655.4	$3,783.7	$6,647.9	$939.0
April	$5,602.7	$3,866.9	$6,596.7	$913.6
March	$6,257.8	$4,875.8	$6,548.6	$955.9

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

Banks	Offshore	Domestic Investors	RBNZ
34.0%	22.2%	38.6%	5.1%
33.2%	22.2%	39.0%	5.5%
33.0%	22.8%	38.8%	5.4%
33.6%	26.2%	35.1%	5.1%

Secondary Market Yields on LGFA NZD Bonds (month end)

	Apr 27	May 28	Apr 29	May 30	May 31	May 32	Apr 33	May 34	May 35	Apr 37
June	3.06%	3.47%	3.66%	3.85%	4.00%	4.14%	4.27%	4.37%	4.54%	4.77%
May	3.16%	3.67%	3.87%	4.07%	4.25%	4.39%	4.52%	4.64%	4.81%	4.98%
April	3.27%	3.83%	4.04%	4.25%	4.45%	4.61%	4.77%	4.86%	5.04%	5.16%
March	3.14%	3.85%	4.12%	4.36%	4.56%	4.73%	4.89%		5.14%	5.24%

Quarterly funding update June Quarter 2026

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

	Apr 27	May 28	Apr 29	May 30	May 31	May 32	Apr 33	May 34	May 35	Apr 37
June	19 bps	16 bps	16 bps	17 bps	16 bps	16 bps	19 bps	19 bps	28 bps	31 bps
May	21 bps	15 bps	16 bps	19 bps	20 bps	21 bps	25 bps	29 bps	38 bps	36 bps
April	16 bps	15 bps	16 bps	20 bps	22 bps	24 bps	30 bps	30 bps	40 bps	36 bps
March	8 bps	13 bps	30 bps	28 bps	31 bps	31 bps	35 bps		50 bps	41 bps

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

	Apr 27	May 28	Apr 29	May 30	May 31	May 32	Apr 33	May 34	May 35	Apr 37
June	6 bps	17 bps	23 bps	30 bps	37 bps	42 bps	47 bps	50 bps	61 bps	73 bps
May	6 bps	17 bps	22 bps	30 bps	39 bps	45 bps	52 bps	56 bps	67 bps	74 bps
April	10 bps	22 bps	25 bps	33 bps	42 bps	50 bps	58 bps	60 bps	71 bps	73 bps
March	19 bps	35 bps	38 bps	46 bps	55 bps	63 bps	72 bps		83 bps	83 bps

2025-26 Tender and Settlement Dates

Tender #	Announcement Date	Tender Date	Settlement Date
132	Monday, 3 August 2026	Wednesday, 5 August 2026	Monday, 10 August 2026
133	Monday, 7 September 2026	Wednesday, 9 September 2026	Monday, 14 September 2026
134	Monday, 12 October 2026	Wednesday, 14 October 2026	Monday, 19 October 2026
135	Monday, 9 November 2026	Wednesday, 11 November 2026	Monday, 16 November 2026
136	Monday, 7 December 2026	Wednesday, 9 December 2026	Monday, 14 December 2026

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+ (neg)	AA+ (neg)

Disclaimer

LGFA New Zealand Local Government Funding Agency Te Pūtea Kāwanatanga ā-rohe

For further information

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