Summer holiday hospitality spending down on
last year, despite fewer weather disruptions

**AUCKLAND, 2 February 2024 – While the New Year started with a modest overall rise in consumer spending at Core Retail merchants, spending in the Hospitality sector over the busy summer holiday period in January ran below year-ago levels.**

Data released by Worldline NZ today shows consumer spending through Core Retail merchants (excluding Hospitality) in its payments network was $3.07B in January 2024, up +3.9% on January 2023. Meanwhile, consumer spending through Hospitality merchants in Worldline’s network reached $1.02B in January 2024, which is down -1.4% on January 2023.

The Hospitality sector includes cafes and restaurants, bars and clubs, fast food outlets, and accommodation such as hotels and motels. Worldline NZ’s Chief Sales Officer, Bruce Proffit, says this may not have been the summer many of these merchants were hoping for, especially given the growing number of visitors to the country.

“While the spending through Core Retail stores is better than the +0.4% annual growth rate reported for December 2023, it remains a very modest increase when considered alongside the trading disruptions that occurred in January 2023 and ongoing higher consumer prices,” he says.

“Spending through Hospitality merchants is typically high from November through to March, with the peak in December. December 2023 was the peak so far, but Hospitality spending through our network was down 0.1% on year-ago levels in December and now is down again in January.”

Proffit says the lower January 2024 Hospitality spending occurred despite the disruption to trading activity that was caused by extreme weather events in late January 2023 – and that both summer months are down despite [more visitors coming to New Zealand](https://www.stats.govt.nz/information-releases/international-travel-november-2023/) over this time.

“Some regions – Wellington, Marlborough and Otago – are even experiencing spending that is below the pre-Covid levels of January 2019, while spending growth in the South Island merchants remains lower than in the North Island,” says Proffit.

Spending at Hospitality merchants through Worldline NZ’s network was 9.3% above January 2019 in the North Island but up only 3.8% in the South Island.

|  |
| --- |
| **WORLDLINE All Cards underlying\* spending for HOSPITALITY merchants for January 2024** |
|   | Value | Underlying\* | Underlying\* |
| Region | transactions $millions | Annual % change on 2023 | Annual % change on 2019 |
| Auckland/Northland | 368 | 1.3% | 8.8% |
| Waikato | 76 | 0.3% | 12.0% |
| BOP | 96 | -3.5% | 11.0% |
| Gisborne | 9 | -4.1% | 8.0% |
| Taranaki | 25 | -4.8% | 34.5% |
| Hawke's Bay | 32 | 1.7% | 19.7% |
| Whanganui | 12 | 2.5% | 26.4% |
| Palmerston North | 24 | -0.9% | 30.7% |
| Wairarapa | 9 | 4.5% | 25.3% |
| Wellington | 75 | -10.3% | -9.7% |
| Nelson | 28 | -0.4% | 19.3% |
| Marlborough | 20 | -11.1% | -3.2% |
| West Coast | 13 | 7.4% | 21.1% |
| Canterbury | 105 | -2.6% | 6.9% |
| South Canterbury | 14 | -5.2% | 9.8% |
| Otago | 81 | -0.9% | -8.0% |
| Southland | 35 | -2.8% | 11.8% |
| **New Zealand** | **1,025** | **-1.4%** | **7.7%** |

Figure 1: All Cards NZ underlying\* spending through Worldline in January 2024 hospitality merchants (\* Underlying excludes large clients moving to or from Worldline)

A quick look at Hospitality throughout 2023 shows total spending through Worldline NZ’s network for these merchants was $11.7B over the 12 months, up +7.5% on 2022 and +7.3% on 2019. The annual growth rate was high in early 2023, due to the Covid-affected baseline, and ended negatively in December.

The regional growth for Core Retail merchants (excluding Hospitality) in January 2024 was highest in Whanganui (+8.0%) and Waikato (+7.3%) and lowest in Southland (-5.3%).

|  |
| --- |
| **WORLDLINE All Cards underlying\* spending for CORE RETAIL less HOSPITALITY merchants for January 2024** |
|   | Value | Underlying\* | Underlying\* |
| Region | transactions $millions | Annual % change on 2022 | Annual % change on 2019 |
| Auckland/Northland | 1,109 | 3.5% | 14.8% |
| Waikato | 269 | 7.3% | 26.3% |
| BOP | 222 | 3.9% | 18.0% |
| Gisborne | 28 | 4.0% | 9.2% |
| Taranaki | 76 | 6.3% | 35.5% |
| Hawke's Bay | 114 | 4.2% | 27.3% |
| Whanganui | 42 | 8.0% | 41.7% |
| Palmerston North | 93 | -1.2% | 29.0% |
| Wairarapa | 41 | 5.0% | 32.5% |
| Wellington | 263 | 3.7% | 18.8% |
| Nelson | 71 | 4.7% | 17.0% |
| Marlborough | 44 | 5.5% | 21.4% |
| West Coast | 26 | 4.7% | 34.2% |
| Canterbury | 366 | 4.1% | 26.7% |
| South Canterbury | 54 | 4.1% | 27.3% |
| Otago | 188 | 4.7% | 22.8% |
| Southland | 71 | -5.3% | 14.4% |
| **New Zealand** | **3,075** | **3.9%** | **20.4%** |

Figure 2: All Cards NZ underlying\* spending through Worldline in January 2024 for core retail excluding hospitality merchants (\* Underlying excludes large clients moving to or from Worldline)

- ENDS -

**Note to editors:**

These figures reflect general market trends and should not be taken as a proxy for Worldline‘s market share or company earnings. The figures primarily reflect transactions undertaken within stores but also include some ecommerce transactions. The figures exclude transactions through Worldline undertaken by merchants outside the Core Retail sector (as defined by Statistics NZ).

For more information, contact:

**Brendan Boughen**T 027 839 6044

E brendan.boughen.external@worldline.com

ABOUT WORLDLINE IN NEW ZEALAND

We are New Zealand's leading payments innovator. We design, build and deliver payment solutions that help Kiwi business succeed. Whether you’re looking for in store, online or mobile payment solutions or powerful business insights, Worldline is here to help with technology backed by experience. [www.worldline.co.nz](http://www.worldline.co.nz)

About Worldline

Worldline [Euronext: WLN] helps businesses of all shapes and sizes to accelerate their growth journey – quickly, simply, and securely. With advanced payments technology, local expertise and solutions customised for hundreds of markets and industries, Worldline powers the growth of over one million businesses around the world. Worldline generated 4.4 billion euros revenue in 2022. worldline.com

Read our [2022 Integrated Report](https://investors.worldline.com/content/dam/investors-worldline-com/assets/documents/reports/EN-URD-RI-2022-web.pdf)

Worldline’s corporate purpose (“raison d’être”) is to design and operate leading digital payment and transactional solutions that enable sustainable economic growth and reinforce trust and security in our societies. Worldline makes them environmentally friendly, widely accessible, and supports social transformation.

Press Contact

**Hélène Carlander**

T +33 7 72 25 96 04

E helene.carlander@worldline.com

Follow us