

DISCLOSURE STATEMENT

THIS DOCUMENT WAS PREPARED AS AT 29 FEBRUARY 2008

DIRECT BROKING LIMITED ("DIRECT BROKING")

Ground Floor, 1 Victoria Street, PO BOX 1790, Wellington, New Zealand. Telephone number: 0800 805 777

Direct Broking (in respect of itself and its principal officers) makes the following investment broker disclosure to you as required by section 41G of the Securities Markets Act 1988.

PROCEDURES FOR DEALING WITH INVESTMENT MONEY OR INVESTMENT PROPERTY

Investment money can be deposited by direct credit or by cheque made payable to Direct Broking Limited. Investment money received from you or on your account will be held in our client funds account on trust and, subject to the Direct Broking Client Agreement Terms and Conditions, disbursed or distributed in accordance with client instructions. Any security documents or other valuable property should be sent or delivered to Direct Broking's office at Ground Floor, 1 Victoria Street, Wellington. Investment property held cannot be used for the benefit of Direct Broking any Direct Broking investment advisor, or any other person except you.

RECORD KEEPING

Investment money is held in the client funds account which is reconciled daily, with all movements in and out of the client funds account recorded. You may request details of your own records at any time. Records of all investment property held are also kept and you may request details of your own records at any time.

AUDITING AND MONITORING

Direct Broking's systems and operations are internally audited on a regular basis. The financial statements of Direct Broking are audited annually by KPMG. The receipt, holding and disbursement of investment money and investment property is not audited by KPMG. However, the receipt, holding and disbursement of investment money and investment property is monitored by NZX and is inspected by NZX from time to time at their discretion.

USE OF MONEY AND PROPERTY

When securities are registered in the name of Direct Nominees Limited, our nominee company, they will be held by that nominee as bare trustee on trust for you until we receive instructions from you either to sell the Securities or to transfer the securities into your name or to a person nominated by you.

Investment money and investment property received from you will be held on trust for you until they are disbursed in accordance with your instructions. This means that at no time are investment money or investment property used for the benefit of Direct Broking or any Direct Broking investment advisor.

CRIMINAL CONVICTIONS

In the five years before the relevant investment money or investment property is received, none of Direct Broking or any principal officer of Direct Broking has been:

- convicted of an offence under the Securities Markets Act 1988, or the Securities Act 1978 or of a crime involving dishonesty (as defined in section 2(1) of the Crimes Act 1961);
- a principal officer of a body corporate when that body corporate committed an offence or crimes involving dishonesty as described above;
- adjudicated bankrupt;
- prohibited by an Act or by a court from taking part in the management of a company or a business;
- subject of an adverse finding by a court in any proceeding that has been taken against them in their professional capacity;
- expelled from or has been prohibited from being a member of a professional body; or
- placed in statutory management or receivership.

SEE OVERLEAF FOR ONE-OFF SALE GUIDELINES

ONE-OFF SALE FOR A MINOR

Before you sell through us you must read our **Disclosure Statement**. A copy of Direct Broking Limited's disclosure statement prepared pursuant to the Securities Markets Act can be obtained free of charge on the Direct Broking Limited website or on request.

One-off Sales enable you to dispose of your holding in a single security or your entire portfolio of securities at one time without opening a client account with Direct Broking Limited. To submit an order to sell securities, you will need to have your shareholder number and FASTER identification number (FIN) available (for NZ listed securities) or Shareholder Reference Number (SRN) (for AU listed securities).

NB: All one-off sales are conducted in accordance with NZX Rules and our standard client terms & conditions. **If you have done a one-off sale with us previously, this option is no longer available to you and a client account must be opened.**

BEFORE THIS SALE IS CONDUCTED, WE REQUIRE a signed "One-off sale in the name of a Minor form".

This establishes the Authorised Agent acting on behalf of the Minor.

The Agent must be a legal parent/guardian of the Minor (this form is available on request).

1. PHOTO IDENTIFICATION

A clear copy of a **current and signed passport OR a driver's licence** in the name of the Minor PLUS a clear copy of a **current and signed passport OR driver's licence** in the name of the Agent.

OR

A clear copy of the Minor's **birth certificate** PLUS a clear copy of a **current and signed passport or driver's licence** in the name of the Agent.

2. BANK ACCOUNT IDENTIFICATION

A clear copy of a **cheque, bank encoded deposit slip or bank statement** in the name of the Minor.

OR

A clear copy of **one of the above** in the name of the Agent (e.g. Mum/Dad).

NB: A screen printout from Internet Banking is not sufficient for this purpose

> DETAILS ON SHAREHOLDINGS MUST MATCH DETAILS ON PHOTO ID AND ON BANK ACCOUNT ID

> WE CANNOT PAY TO A COMPANY OR TRUST BANK ACCOUNT

PLEASE PROVIDE THE FOLLOWING DOCUMENTATION:

- Clear copy of **PHOTO IDENTIFICATION** for the Minor or a copy of his/her birth certificate
- Clear copy of **PHOTO IDENTIFICATION** for the Authorised Agent
- Clear copy of **BANK ACCOUNT IDENTIFICATION** for the Minor or the Agent
- A completed and signed "One-off Sale in the name of a Minor" form

RETURN BY POST:
RETURN BY EMAIL:

DIRECT BROKING LIMITED, FREEPOST 3755, PO BOX 1790, WELLINGTON, ATTN: ONE-OFF SALES
oneoffsale@directbroking.co.nz