

Disclosure Statement - Trustees Executors Limited

In accordance with the provisions of the Securities Markets Act 1988 and the Securities Markets (Investment Advisers and Brokers) Regulations 2007, this Disclosure Statement provides you with information about the investment experience and services Trustees Executors Limited ("Trustees Executors") provides and the remuneration it receives as a result.

This document was prepared on 8 September 2009.

Trustees Executors address is PO Box 10-519, Wellington. Email enquiries@trustees.co.nz

Telephone 04 495 0995 or 0800 Trustees (0800 878 783), Fax 04 496 2951, Web www.trustees.co.nz

Experience and Qualifications

Trustees Executors was established in 1881 and became empowered as a statutory trustee company by Act of Parliament in 1882. It has provided a range of trustee and financial services since that time. This has been in accordance with its empowering legislation and other relevant Acts such as the Trustee Act 1956, the Administration Act 1969 and the Trustee Companies Act 1967.

Areas of Advice

Trustees Executors can provide advice in all aspects of personal financial management, personal insurance, retirement planning, investment, estate and tax planning. Trustees Executors also provides Corporate Trustee, custodial, investment accounting, mortgage administration, unit pricing and registry services.

Professional Association

Trustees Executors is a member of the Trustee Corporations Association of New Zealand Incorporated (TCA). As a member, Trustees Executors acts in accordance with the code and practice guidelines set out by the TCA.

Professional Relationships

Trustees Executors is the Manager and Trustee of its Group Investment Funds.

Trustees Executors and its advisers do not have any financial or other relationship with any other person that would be reasonably likely to influence the giving advice, except as described above.

Trustees Executors and its advisers are not required to place any level of business with any supplier or financial organisation - including Trustees Executors.

Professional Indemnity Insurance

Trustees Executors, has professional indemnity insurance which covers all areas of practice as listed above.

In relation to the conduct of its professional duties, this insurance provides protection for:

- any error or omission, subject to the insurers policy terms, conditions and exclusions;
- defamation;
- employee dishonesty; and
- includes full "prior acts" protection.

The Broker is "Willis New Zealand Limited."

Remuneration

Trustees Executors charges fees for advice and services. It also accepts commission in some instances.

Trustees Executors fees are based on a percentage, a contract rate, an hourly rate plus costs, the professional bodies' charging principles, statutory limitations, or a combination of these. If commission will or may be received, we disclose the amount or rate and identity of the payer, and may use this to offset fees that may otherwise apply.

Products or services we assist you with have their own costs, explained in the relevant documentation. Some of our fees are subject to GST.

At the time of providing advice, more specific detail regarding the fees applicable to the options recommended to you will be supplied by the Trustees Executors' adviser – who will have, at the time of first dealing with you, given you their respective personal Disclosure Statement.

Trustees Executors staff can not accept "soft dollar" rewards from suppliers of financial products or services (that is: gifts, contributions to travel or conference costs or other benefits worth more than \$100, linked to sales volumes and or relationships). Any gifts received above this amount are not accepted without written permission from the Group Executive.

Dispute Resolution

In the event of a dispute, you should in the first instance contact the Group Executive. If the matter is not resolved in this way, you should contact the TCA National Office by telephoning 04 499 6761, or by writing to PO Box 25282, Wellington. TCA has a comprehensive complaints and disciplinary process.

Disclosure of Criminal Convictions

None of Trustees Executors Directors, Group Executive or Chief Financial Officer, have been:

- convicted of an offence under the Securities Markets Act 1988, the Investment Advisers (Disclosure) Act 1996 or the Securities Act 1978, or for a crime involving dishonesty;
- a director or principal officer of a body corporate that has committed an offence against the Securities Markets Act 1988, the Investment Advisers (Disclosure Act) 1996 or the Securities Act 1978 or for a crime involving dishonesty;
- adjudicated bankrupt, placed in receivership or statutory management;
- prohibited by an Act or by a court from taking part in the management of a company or business;
- the subject of an adverse finding by a court, tribunal or disciplinary body in any proceeding taken against us or any of us in our professional or other business capacity;
- expelled from, or prohibited from being a member of, a professional body.

Money Handling Procedures - Personal Client Services

- Payment for your investments can be made by cash, cheque or direct debit facility; or be made as specified in the investment statement or prospectus for each investment product. Your cheque should be made out to the appropriate investment product provider and crossed "Not Transferable" and "A/c Payee Only".
- For the purposes of the Financial Transactions Reporting Act 1996, where payment of an amount is tendered in cash (beyond the prescribed amount) or by cheque (where the name on the cheque does not correspond with the name on the account to be credited), the payment must be accompanied by certified copies of two forms of suitable identification and details regarding the source of the funds.
- Investment money received by Trustees Executors will be held to your credit in our trust accounts for you until it is invested in accordance with your instructions.
- Trustees Executors invests your money in accordance with your instructions and conforms to the terms of the relevant investment product. Your money cannot be used for any other person's benefit, except where:
 - a) The payment of fees is agreed by you; and/or
 - b) If there are any outstanding fees, we may use funds held in your account or the proceeds or any sale of your Securities to pay those fees.
- Any valuable document(s) should be presented to a Trustees Executors branch; will be receipted and stored securely.
- Trustees Executors keeps a record of each investment you make. You can have access to those records by making a request in writing to Trustees Executors. Records from previous years may attract a fee to retrieve from storage.
- Any monies received in Trustees Executors' capacity as a registrar or administrator are placed to the credit of the 'owner' of the relevant investment product in accordance with the product's terms and conditions.
- Trustees Executors' accounting records are audited on an annual basis by Pricewaterhouse Coopers, Chartered Accountants for the purposes of auditing Trustees Executors' statutory financial statements.

Declaration

Trustees Executors declare that the information in this statement was materially accurate and up to date when it was provided to you.

