12 November 2013

TO: Link Market Services Ltd, Auckland
   NZ Clear, Wellington
   Computershare Investor Services Ltd, Auckland

Dear [Name]

RE: Payment conventions for floating rate registered transferable deposits ("RTDs")

The New Zealand Financial Markets Association wishes to confirm that unless otherwise advised, the interest payment dates for any floating rate registered transferable deposits ("RTDs") issued by participants in the New Zealand financial markets will be subject to the Modified Following Business Day Convention and the "Actual/365 (fixed) adjusted" day count fraction.

This means that the interest amount payable to the holder of a RTD should be calculated by the actual number of days in the interest period divided by 365 and if the scheduled interest payment date is not a business day in both Auckland and Wellington ("Business Day"), it should be postponed to the next day which is a Business Day unless it would then fall into the next calendar month, in which case the interest payment date should be brought forward to the immediately preceding Business Day.

"Adjusted" means that if the interest payment date is postponed or brought forward in accordance with the Business Day Convention, the amount of interest payable on such interest payment date should be adjusted accordingly.

Payments of the maturity amount and any interest on each RTD should be made to the person registered as the holder of the RTD at 5pm on the day 10 days before the interest payment date (as adjusted) (the "Record Date"), provided that if any such date is not a Business day, the Record Date should be the immediately preceding Business Day.

Please confirm that you acknowledge and accept the above.

Yours sincerely,

Paul Atmore
Chief Executive Officer