

Decision

Exemption has been granted to **Telecom Corporation of New Zealand Limited, Chorus Limited**, or a 100% subsidiary of **Telecom Corporation of New Zealand Limited or Chorus Limited** (the Applicant), exempting the following transaction (the Transaction) from the requirement for consent:

The demerger arrangement (as that term is defined in Telecommunications (TSO, Broadband, and Other Matters) Amendment Act 2011) insofar as that arrangement requires consent under the Overseas Investment Act 2005.

(the Exemption)

Exemption is granted subject to the following conditions:

1. This exemption will lapse if the Transaction has not been completed by 31 December 2012.

Sanctions

The Act provides for civil and criminal sanctions for breaching the Act, failing to comply with conditions of exemption and failing to provide information required by the Overseas Investment Office. The Overseas Investment Office has an obligation to investigate and act upon alleged and suspected breaches of the Act.

General

A reference to the "Overseas Investment Office" in this Notice includes a reference to the regulator (as defined by the Act).

Dated at Wellington this 18th day of July 2011