

Crown Pastoral Land Tenure Review

Lease name: MIDDLE HILL

STATION

Lease number: PM 022

Preliminary Proposal Part 3

A Preliminary Proposal is advertised for public submissions as per Section 43 of the Crown Pastoral Land Act 1998.

The report attached is released under the Official Information Act 1982.

- (e) the Concessionaire is dissolved; or enters into any composition with or assignment for the benefit of its creditors; or is adjudged bankrupt; or being a company has a receiver appointed; or is put into liquidation; or is placed under statutory management; or has a petition for winding up presented against it; or is otherwise unable to pay its debts as they fall due; or the estate or interest of the Concessionaire is made subject to a writ of sale or charging order; or the Concessionaire cease to function or operate.
- 14.2 If the Grantor terminates the Document under this clause 14 all rights of the Concessionaire are to cease absolutely; but the Concessionaire is not to be released from any liability to pay the Concession Fee or Administration Fee or other monies up to the date of termination or for any breach of any term up to the date of termination.
- 14.3 The Grantor may exercise the Grantor's right under this clause to terminate the Concession notwithstanding any prior waiver or failure to take action by the Grantor or any indulgence granted by the Grantor for any matter or default.

15.0 INDEMNITIES AND INSURANCE

- 15.1 The Concessionaire will indemnify and keep indemnified the Grantor against all claims made by any person in respect of any injury, loss, or damage, including fire, caused or suffered as a result of or arising out of any acts or omissions of the Concessionaire, its employees, contractors, or invitees or otherwise caused as a result of its use of the Land or the Concessionaire's carrying out of the Concession Activity on the Land.
- 15.2 This indemnity is to continue after the expiry or other determination of this Document in respect of those acts or omissions occurring or arising before its expiry or determination.
- 15.3 Without prejudice to or in any way limiting its liability under clause 15.1 the Concessionaire must take out and keep in force during the Term if required by the Grantor:
 - (a) a policy of public liability insurance against liability for loss, damage or injury from any one single accident or event arising out of its conduct of the Concession Activity on the Land and covering:
 - (i) general indemnity for a sum not less than the amount specified in Item 10 of Schedule 1; and
 - (ii) Forest and Rural Fires Act 1977 extension for a sum not less than the amount specified in Item 11 of Schedule 1; and
 - (b) statutory liability insurance for the amount specified in Item 12 of Schedule 1; and
 - (c) such other policy or policies of insurance against any other liability and for such other sums which the Grantor specifies in Item 13 of Schedule 1.
- 15.4 With respect to clause 15.3 the Concessionaire must, before commencing the Concession Activity and on each renewal of insurance, provide the Grantor with certificates of insurance issued by the Concessionaire's insurer confirming the nature, amount and duration of cover.

16.0 ENVIRONMENTAL MONITORING

16.1 The Concessionaire must, during the Term, if required in writing by the Grantor, pay to the Grantor the annual environmental monitoring contribution specified in Item 14 of Schedule 1 to enable the Grantor to design and undertake a programme to monitor the environmental effects of the Concessionaire's conduct of the Concession Activity on the Land.

17.0 FORCE MAJEURE

17.1 Neither party will be liable to the other party for any delay in performance of, or failure to perform, its obligations (other than a payment of money) under this Document as a result of any cause beyond its reasonable control.

18.0 DISPUTE RESOLUTION AND ARBITRATION

- 18.1 If any dispute arises between the parties in connection with this Document, the parties must, without prejudice to any other rights they have under this Document, attempt to resolve the dispute by negotiation or other informal dispute resolution techniques agreed by the parties.
- 18.2 If the dispute is not capable of resolution by agreement within 14 days of written notice by one party to the other (or such further period as the parties may agree to in writing) either party may refer the dispute to mediation with a mediator agreed between the parties.
- 18.3 If the parties do not agree on a mediator, the President of the New Zealand Law Society is to appoint the mediator.
- In the event that the dispute is not resolved by mediation within 2 months of the date of referral to mediation the parties agree that the provisions of the Arbitration Act 1996 will apply.
- 18.5 Notwithstanding anything in the Arbitration Act 1996, if the parties do not agree on an arbitrator within 10 working days of a party giving written notice of the requirement to appoint an arbitrator the President of the New Zealand Law Society is to appoint the arbitrator. In either case the arbitrator must not be a person who has participated in an informal dispute resolution procedure in respect of the dispute.
- 18.6 All arbitration proceedings are to take place in New Zealand and to be governed by New Zealand law.
- 18.7 The parties agree that the results of any arbitration are to be binding on the parties.

19.0 NOTICES

- Any notice to be given under this Document by one party to the other is to be in writing and made by personal delivery, by pre-paid post or by facsimile addressed to the receiving party at the address or facsimile number set out in Item 15 of Schedule 1.
- 19.2 A notice given in accordance with clause 19.1 will be deemed to have been received:
 - (a) in the case of personal delivery, on the date of delivery;
 - (b) in the case of pre-paid post, on the third working day after posting;
 - (c) in the case of facsimile, on the Working Day on which it is dispatched or, if dispatched after 5.00pm on a Working Day, or if dispatched on a non-working day, on the next Working Day after the date of dispatch.

20.0 RELATIONSHIP OF PARTIES

- 20.1 Nothing expressed or implied in this Document shall be construed as:
 - (a) conferring on the Concessionaire any right of exclusive occupation or use of the Land;
 - (b) derogating from the rights of the Grantor and the public to have access across the Land;
 - (c) preventing the Grantor from granting other concessions (except a grazing licence) to other persons.

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20.2 The Concessionaire acknowledges that the Land is open to the public for access and that the Grantor may close public access during periods of high fire hazard.

21.0 COSTS

- 21.1 The Concessionaire must pay the Grantor's legal costs and expenses associated with preparing and signing this Document or any extension or variation to it.
- The Concessionaire must pay in full immediately and on demand all costs and fees (including solicitor's costs and the fees of debt collecting agencies engaged by the Grantor) arising out of and associated with steps taken by the Grantor to enforce or attempt to enforce the Grantor's rights and powers under this Concession including the right to recover outstanding money owed to the Grantor.

22.0 OFFENCES

- Where any breach of this Concession by the Concessionaire also constitutes an offence under the Conservation Act 1987 or any of the Acts listed in the First Schedule to that Act:
 - (a) no waiver or failure to act by the Grantor under this Document is to preclude the Grantor from prosecuting the Concessionaire; and
 - (b) no failure by the Grantor to prosecute the Concessionaire is to preclude the Grantor from exercising the Grantor's remedies under this Document; and
 - (c) any action of the Grantor in prosecuting the Concessionaire is not to preclude the Grantor from exercising the Grantor's remedies under this Document.

23.0 SPECIAL CONDITIONS

- 23.1 Special conditions relating to this Document are set out in Schedule 2.
- 23.2 The standard conditions contained in this Document must be read subject to any special conditions.

Signed by:	
for and on behalf of the Minister of Conservation pursuant to a written delegation (or in the presence of:	designation as the case may be)
Witness	
Occupation	
Address	

Signed by: Richard J King.		
as Concessionaire		
in the presence of:		
Witness	 	
Occupation	 	
Address	 	
Signed by: Julia J King.		
as Concessionaire		
in the presence of:		
Witness	 	
Occupation	 	
Address	 	

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SCHEDULE 1

1. Land: GC1-The Glen Block Conservation Area of 45 hectares approximately on Middle Hill being part of Marlborough Land District and shown on the plan attached to the Proposal as GC1 being shaded pink and herein referred to as the Land. GC2 - Batty Block Conservation Area of 100 hectares approximately on Mt Batty being part of the Marlborough Land District and shown on the plan attached to the Proposal as GC2 being shaded pink (see definition of Land in clause 1.1) and herein referred to as the Land. 2. Concession Activity: GC1 - The Glen Block Grazing for a maximum of 30 head of cattle and 600 head of sheep only, for a period of time determined each year by the Concessionaire, at any time during each calendar year. GC2 - Batty Block Grazing for a maximum of 500 head of sheep only, for a period of time determined each year by the Concessionaire, at any time during each calendar year. (see definition of Concession Activity in clause 1.1) Term: 15 years commencing on the day of registration of an approved plan affecting Certificate of Title 3. (see clause 3) MB62/19 (Marlborough Registry). (see clause 3.2) Renewal Date: No right of Renewal. 4. Expiry Date: 15 years after the inception of the concession. (see clause 3.2) 5. Concession Fee: \$30 per head of cattle per annum + GST; \$5 per head of sheep per annum + GST, 6. (a) (\$30/head x 30cattle x ?/365, plus \$5/head x 600sheep x ?/365, plus \$5/head x 500sheep x ?/365) (see clause 4) Administration Fee: \$ 200 per annum + GST. (see clause 4) (b) Concession Fee Payment Date: Yearly in arrears upon commencement of the term set out in clause 3. 7. Concessionaire to supply client activity return forms and declaration of fees form, attached as Schedule 3, calculation and payment of concessions activity fee owing for the preceding year, due in arrears, yearly (see clause 4) from the commencement date. (see clause 4.2) 8. Penalty Interest Rate: Double the Grantor's bank's current highest 90 day bank bill buy rate Concession Fee Review Date: Every three years from commencement date. (see clause 6) 9. (see clause 15.3) 10. Public Liability General Indemnity Cover: for \$500,000. (see clause 15.3) Public Liability Forest & Rural Fire Extension: 11.

for \$500,000.

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12. Statutory Liability Insurance: NIL

(see clause 15.3)

13 Other Types of Insurance: NIL

(see clause 15.3)

- 14. Environmental Monitoring Contribution: To be negotiated between the Grantor and the Concessionaire if required under clause 16 (Environmental Monitoring) of the concession document. (see clause 16)
- 15. Address for Notices (including facsimile number):

(see clause 19)

(a) Grantor

Conservator

Department of Conservation

186 Bridge Street
Private Bag 5
NELSON
Ph (03) 546 9335
Fax (03) 548 2805

(b) Concessionaire

Richard J King and Julia J King

Middle Hill Clarence Bridge R.D. 1

KAIKOURA PH: (03) 319-4338

Fax: (03)

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SCHEDULE 2

Special Conditions

Land Management

- 1. The Concessionaire may graze a maximum of 30 head of cattle and 600 head of sheep only, for a period of time determined each year by the Concessionaire, at any time during each calendar year on GC1 The Glen Block and a maximum of 500 sheep only, for a period of time determined each year by the Concessionaire, at any time during each calendar year on GC2 Batty Block.
- 2. The public shall at all times have access on foot, horse and mountain bike to and across all parts of the Land. Where fences occur the Grantor may erect gates or stiles in suitable places.
- 3. The Grantor will issue all hunting permits for the Land. All hunters will be responsible for obtaining access permission from the Concessionaire (including permission to utilize dogs on the Concession Land) such permission will not be unreasonably withheld from:
 - a) hunters who hold a valid hunting permit issued by the Department of Conservation to hunt on the Land or
 - b) hunters seeking access across the Land.

Fencing

- The Concessionaire must, at no expense to the Grantor, ensure that stocks are adequately contained within the Land
- 5. The Grantor is not to be called upon at any time to contribute to the costs of any boundary fencing between the Land and any adjoining land if the purpose of the fencing is to assist the Concessionaire to comply with clause 4.
- 6. The Concessionaire must keep and maintain all fences (including boundary fences) or gates on the Land in good repair.

Inspection

 The Grantor reserves the right for the Grantor's employees or agents to enter on the Land at any time for the purpose of inspecting the Land.

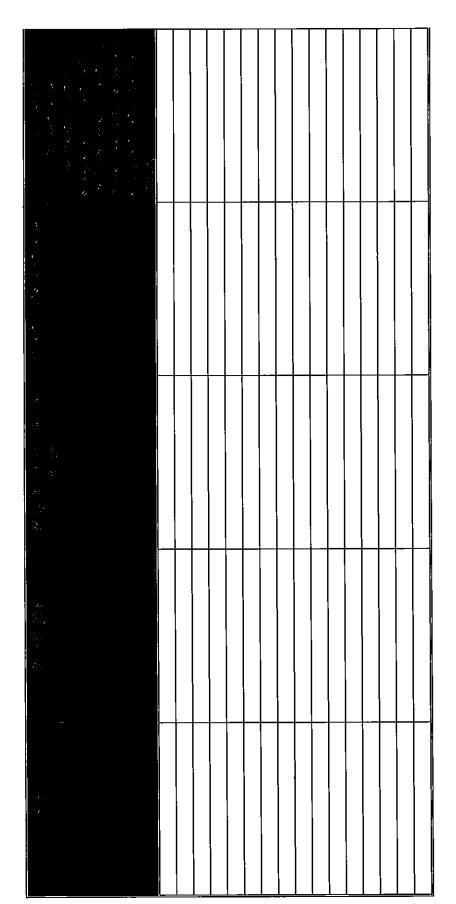
Monitoring

- 8. The Grantor may set up and design and undertake a monitoring program:
 - i) to ensure that the ecological integrity of the land is maintained or improved; and
 - ii) to enable the monitoring of grazing; on the vegetation cover and condition, faunal values and any other conservation values.
- 9. The monitoring programme should be reviewed at three yearly intervals to coincide with the Concession Fee Reviews and if in the opinion of the Grantor there is a deterioration in the condition and extent of the ecological condition the Grantor reserves the right to adjust stock numbers accordingly.

Activity Return

10. The Concessionaire shall complete a Grazing Activity Return Form (attached as Schedule 3) yearly in arrears upon commencement of the term each and every year of the Grazing Concession term.

Supplying this information to the Department not only helps us to collect the fees for your activity, more importantly it helps us to understand the use patterns and trends on public conservation lands. This information is critically important and helps us to manage the effects of all activities including the cumulative impacts on conservation and recreation values. We appreciate your time and efforts to supply this information accurately and promptly.



15 July 2002

WGNHO-118923 – Grazing Concession – Version 4 DOCDM-219019 – Middle Hill Grazing Concession – October 2009

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Summary

;	Total number of days the Block was stocked.	Average number of stock per day during days stocked each year	Fee per head of stock per annum	Calculation;	Total Fees Payable
Batty Block			\$5.00	(\$5/head x average	
Sheep				(365)?	
Grazing					
The Glen			\$5.00	(\$5/head x average	
Block Sheep				?/365)	
Grazing					
The Glen			\$30.00	(\$30/head x average	
Block Cattle				number per day x :/202)	
Grazing					
Plus GST					S
SUB TOTAL					S
Less Minimum Fees Paid	Fees Paid				S
TOTAL FEE PAYABLE	AYABLE				\$

I certify that the above figures are a true and accurate copy of records held by the Company.

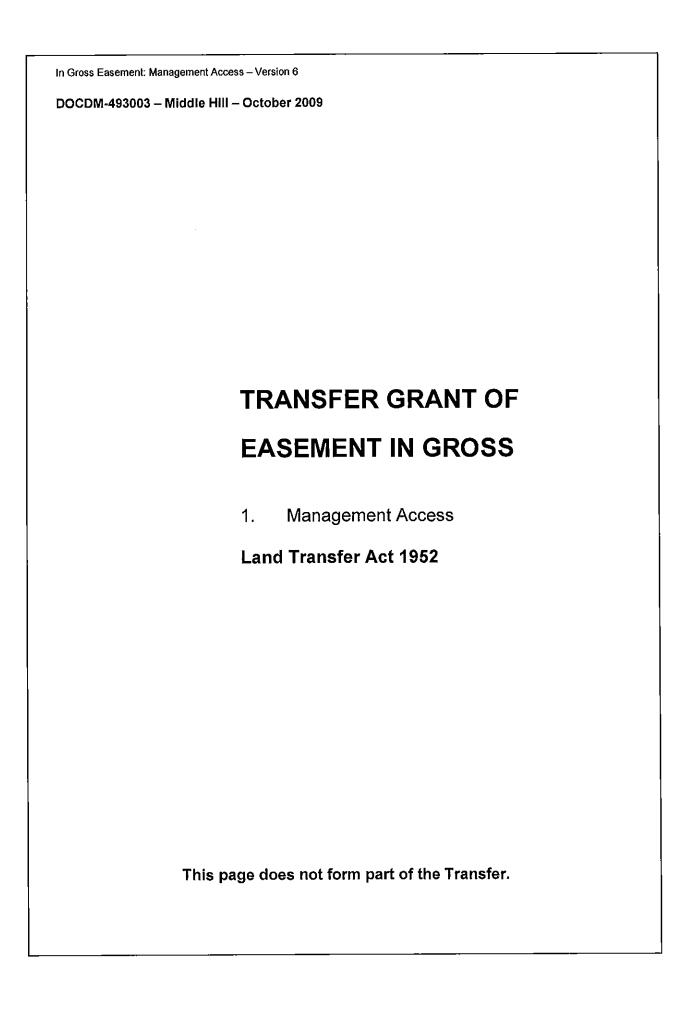
Signed by:

Date / /

15 July 2002

WGNHO-118923 – Grazing Concession – Version 4 DOCDM-219019 – Middle Hill Grazing Concession – October 2009

dix 6: Form of Easem	ent to be created.	•	



TRANSFER

Land Transfer Act 1952

If there is not enough space in any of the panels below, cross-reference to and use the approved Annexure Schedule: no other format will be received.

Land Registration District		
Marlborough		
Certificate of Title No. All or Pa	Area and legal description – Insert only when part	or Stratum, CT
Grantor Surnames must be underline	<u> </u>	
COMMISSIONER OF CRO Act 1998	WN LANDS, acting pursuant to section 80 o	f the Crown Pastoral Land
Grantee Surnames must be underline	<u>ed</u>	
HER MAJESTY THE QUE	EN, acting by and through the Minister of Co	nservation
Estate or Interest or Easement to b	e created: Insert e.g. Fee simple; Leasehold in Lease No.	; Right of way etc.
Management Purposes Easement in Gr	ross under section 12 of the Reserves Act 1977 (continued on pa	ges 2, 3 and 4 of Annexure Schedule).
Consideration		
The various considerations set of the day of	out in a substantive proposal accepted under the Crow	vn Pastoral Land Act 1998 on
Operative Clause		•
For the above consideration (rec	ceipt of which is acknowledged) the GRANTOR TRAN ne land in the above Certificate(s) of Title and if an ea	ISFERS to the GRANTEE all the sement is described above such
Dated this day of		
Attestation		
Signed by acting under written delegation from the Commissioner of Crown Lands	Witness to complete in BLOCK letters (unless typewritten or legibly stamped) Witness name Occupation	ed on page 4 of Annexure Schedule)
	Address	
Signature, or common seal of Grantor		<u>-</u>
Certified correct for the purposes of th	ie Land Transfer Act 1952	
Certified that Part IIA of the Land Settlement Promotion Certified that no conveyance duty is payable by virtue of (DELETE INAPPLICABLE CERTIFICATE)	and Land Acquisition Act 1952 does not apply f Section 24(1) of the Stamp and cheque Duties Act 1971.	

Approved by Register-General of Land under No. 1995/5003 Annexure Schedule

"Mortg	gage", "	Transfer", "Lease", etc
		Dated Page of Pages
•		
Definit	ions	
1.	In this	transfer unless the context otherwise requires:
	1.1	"Easement Area" means that part of the Servient Land being 10 metres wide which is marked "[]" on Deposited Plan/S.O. Plan No [].
	1.2	"Management Purposes" means:
	•	the protection of a significant inherent value of the land managed by the Grantee; and/or
	•	the ecological sustainable management of the land managed by the Grantee.
	1.3	"Servient Land" means the land owned by the Grantor and described on page 1.
	1.4	"Grantee" means Her Majesty the Queen acting by and through the Minister of Conservation and includes tenants, agents, invitees, contractors, licensees and employees of the Minister of Conservation and the Director-General of Conservation.
	1.5	"Grantor" means the owner of the Servient Land described on page 1 and includes the Grantor's tenants and invitees.
Standa	ırd Ease	ement Terms
<u>Access</u>	<u>'-</u>	
2.	The Gr	antee has the right in common with the Grantor:
	2.1	To pass and re-pass at any time over and along the Easement Area "a-b" and "c-d" on foot, or on or accompanied by horses, or by non-motorised vehicle, or by motor vehicle, with or without machinery and implements of any kind, for Management Purposes.
3.	by par enjoym	antor must keep the Easement Area clear at all times of obstructions whether caused ked vehicles, deposit of materials or unreasonable impediment to the use and lent of the Easement Area, where such event or outcome is caused by or under the of the Grantor.

If this Annexure Schedule is used as an expansion of an instrument, all signing parties and either their witnesses or their solicitors must put their signatures or initials here.

Approved by Register-General of Land under No. 1995/5003 Annexure Schedule

Insert "Mortg	below gage", "Transfer", "Lease", etc				
	Dated Page of Pages				
Exclusi	ion of Schedules				
4.	The rights and powers contained in Schedule 4 of the Land Transfer Regulations 2002 and the Fifth Schedule of the Property Law Act 2007 are expressly negatived.				
<u>Term</u>					
5.	The easement created by this transfer is to be in perpetuity.				
<u>Tempo</u>	rary Suspension				
6.	The Grantee may, at any time in exercise of her/his powers, temporarily close all or part of the Easement Area for such period as she/he considers necessary.				
<u>Dispute</u>	e Resolution				
7.1	If a dispute arises between the Grantor and Grantee concerning the rights, management and operation created by this transfer the parties are to enter into negotiations in good faith to resolve it.				
7.2	If the dispute is not resolved within 14 days of written notice by one party to the other it is to be referred to mediation.				
7.3	If the dispute is not resolved within 21 days or such other period as agreed to in writing between the parties after the appointment of the mediator, the parties must submit to the arbitration of an independent arbitrator appointed jointly by the parties or, if one cannot be agreed within 14 days, to an independent arbitrator appointed by the President of the New Zealand Law Society.				
7.4	The arbitration is to be determined in accordance with the Arbitration Act 1996 and its amendments or any enactment passed in substitution.				
Notice					
8.1	A notice to be given under this transfer by one party to the other is to be in writing and must:				
	 (a) be hand delivered to the receiving party; or (b) be sent by ordinary post to the receiving party; (c) be sent by facsimile to the receiving party. 				
8.2	If clause 8.1(b) applies the notice will be deemed to be received by the receiving party on such date on which the ordinary post would be delivered.				
8.3	If clause 8.1(c) applies the notice will be deemed to have been received on the day on which it is dispatched or, if dispatched after 5.00pm, on the next day after the date of dispatch.				

If this Annexure Schedule is used as an expansion of an instrument, all signing parties and either their witnesses or their solicitors must put their signatures or initials here.

Approved by Register-General of Land under No. 1995/5003 Annexure Schedule

		Dated	Page of Pages
Spec	cial Easement Ter	rms	
9.		easement terms co	ontained above must be read subject to any specia
10.	The Grantee ha	as the right:	
	(a) of the	he location of the land creation; and	informing the public: d managed by the Crown and available for public access nsibilities in relation to the Easement Area.
	10.2 From ti remains fit for t	ime to time to modify the purpose of clause	the surface of the Easement Area so that it becomes and is 2.1
		whatever reasonable ut the works in clause	e means of access he/she thinks fit over the Easement e 10.1 to 10.2.
Con	tinuation of "Atte	station"	
Sign	tinuation of "Atte ed for and on beha Majesty the Queer	alf of)
Sign Her unde	ed for and on beha	alf of n by)))
Sign Her unde	ed for and on beha Majesty the Queer er a written delegat	alf of n by tion in the)))
Sign Her unde pres	ed for and on beha Majesty the Queer er a written delegat ence of: Witness (Signa	alf of n by tion in the)))
Sign Her unde pres	ed for and on beha Majesty the Queer er a written delegat ence of: Witness (Signa	alf of n by tion in the ature)	

marked on the Plaп.

If this Annexure Schedule is used as an expansion of an instrument, all signing parties and either their witnesses or their solicitors must put their signatures or initials here.

Approved by Registrar-General of Land under No. 1995/1004

TRANSFER GRANT OF EASEMENT IN GROSS

- 1. Public Access to Conservation Areas
- 2. Management Access

Land Transfer Act 1952

Law Firm Acting

Conservancy Solicitor
Department of Conservation
195 Hereford Street
Christchurch

Auckland District Law Society REF:4135

This page is for Land Registry Office use only. (except for "Law Firm Acting")

Appendix 7: Form of Covenant to be created.	

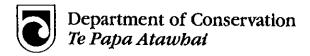
Between

COMMISSIONER OF CROWN LANDS
Pursuant to Section 80 of the Crown Pastoral Land Act 1998

and

MINISTER OF CONSERVATION ("the Minister")

COVENANT UNDER RESERVES ACT 1977 FOR CROWN PASTORAL LAND ACT 1998 PURPOSES



THIS DEED of COVENANT is made the day of

BETWEEN COMMISSIONER OF CROWN LANDS acting pursuant to section 80

of the Crown Pastoral Land Act 1998

AND MINISTER OF CONSERVATION

BACKGROUND

- A. The Commissioner of Crown Lands is deemed for the purposes of section 77 of the Reserves Act 1977 to be the owner of the Land under section 80(5) of the Crown Pastoral Land Act 1998.
- B. The Land contains certain Values specified in Schedule 1.
- C. The parties agree that the Land should be managed so as to preserve the particular Values specified in Schedule 1, and that such purpose can be achieved without the Minister acquiring a fee simple or leasehold interest in the Land.
- D. An approved plan designating the Land as land over which a Covenant under section 77 of the Reserves Act 1977 is to be created has been registered under section 64 of the Crown Pastoral Land Act 1998.
- E. The Commissioner of Crown Lands has agreed to grant the Minister a Covenant over the Land to preserve the particular Values specified in Schedule 1.

OPERATIVE PARTS

In accordance with section 77 of the Reserves Act 1977, and with the intent that the Covenant run with the Land and bind all subsequent Owners of the Land, the Commissioner of Crown Lands and Minister agree as follows:

1. INTERPRETATION

1.1 In this Covenant unless the context otherwise requires:

"Act" means the Reserves Act 1977.

"Covenant" means this Deed of Covenant made under section 77 of the Act.

"Director-General" means the Director-General of Conservation.

"Fence" includes a gate.

"Fire Authority" means a Fire Authority as defined in the Forest and Rural Fires Act 1977.

"Land" means the land described in Schedule 1.

"Minerals" means any mineral that is a Crown owned mineral under section 2 of the

Crown Minerals Act 1991.

"Minister" means the Minister of Conservation.

"Natural Water" includes water contained in streams the banks of which have, from time to

time, been realigned.

"Owner" means the person or persons who from time to time is or are registered as the

proprietor(s) of the Land.

"Values" means either the Minister or the Owner or both.

"Values" means any or all of the Land's natural environment, biodiversity including botanical and zoological, landscape amenity, wildlife, freshwater life, marine life habitat or historic values as specified in Schedule 1.

"Working Day"

means the period between any one midnight and the next excluding Saturdays, Sundays, and statutory holidays in the place where the Land is located.

1.2 For avoidance of doubt:

- 1.2.1 the reference to any statute in this Covenant extends to and includes any amendment to or substitution of that statute;
- 1.2.2 clause and other headings are for ease of reference only and are not to be treated as forming any part of the context or to affect the interpretation of this Covenant;
- 1.2.3 words importing the singular number include the plural and vice versa;
- 1.2.4 expressions defined in clause 1.1 bear the defined meaning in the whole of this Covenant including the Background. Where the parties disagree over the interpretation of anything contained in this Covenant and in determining the issue, the parties must have regard to the matters contained in the Background;
- 1.2.5 any obligation not to do anything must be treated to include an obligation not to suffer, perinit or cause the thing to be done;
- 1.2.6 words importing one gender include the other gender;
- 1.2.7 the agreements contained in this Covenant bind and benefit the parties and their administrators and executors, successors and assigns in perpetuity;
- 1.2.8 where clauses in this Covenant require further agreement between the parties such agreement must not be unreasonably withheld.

2. OBJECTIVE OF THE COVENANT

2.1 The Land must be managed so as to preserve the Values.

3. THE OWNER'S OBLIGATIONS

- 3.1 <u>Unless agreed in writing by the parties</u>, the Owner must not carry out or allow to be carried out on or in relation to the Land:
 - 3.1.1 subject to clauses 3.2.1 and 3.2.3, felling, removal or damage of any tree, shrub or other plant;
 - 3.1.2 the planting of any species of tree, shrub or other plant;
 - 3.1.3 the erection of any Fence, building, structure or other improvement for any purpose;
 - 3.1.4 any burning, chemical spraying, top dressing or sowing of seed;
 - 3.1.5 any cultivation, earth works or other soil disturbances;
 - 3.1.6 any archaeological or other scientific research involving disturbance of the soil;
 - 3.1.7 the damming, diverting or taking of Natural Water;

- 3.1.8 any action which will cause deterioration in the natural flow, supply, quantity, or quality of water of any stream, river, lake, pond, marsh, or any other water resource affecting the Land;
- 3.1.9 any other activity which might have an adverse effect on the Values.
- 3.1.10 any prospecting or mining for Minerals, coal or other deposit or moving or removal of rock of any kind on or under the Land;
- 3.1.11 the erection of utility transmission lines across the Land.

3.2 The Owner must:

- 3.2.1 eradicate or control all weeds and pests on the Land to the extent required by any statute; and in particular comply with the provisions of, and any notices given under, the Biosecurity Act 1993;
- 3.2.2 if it is safe to do so, assist the Fire Authority to extinguish any wildfire upon or threatening the Land;
- 3.2.3 keep the Land free from exotic tree species;
- 3.2.4 keep the Land free from rubbish or other unsightly or offensive material arising from the Owner's use of the Land;
- 3.2.5 subject to consultation between the Owner and the Minister and observance of any reasonable conditions imposed by the Owner, grant to the Minister or authorised agent of the Minister or any employee of the Director-General, a right of access on to the Land, with or without motor vehicles, machinery, and implements of any kind, to examine and record the condition of the Land, or to carry out protection or maintenance work on the Land, or to ascertain whether the provisions of this Covenant are being observed;
- 3.2.6 keep all Fences on the boundary of the Land in good order and condition and, notwithstanding clause 3.1.3, rebuild or replace all such Fences when reasonably required except as provided in clause 4.2.

4. THE MINISTER'S OBLIGATIONS

- 4.1 The Minister must have regard to the objective specified in clause 2.1 when considering any requests for approval under this Covenant.
- 4.2 The Minister must repair and replace to its former condition any Fence or other improvement on the Land or on its boundary which may have been damaged in the course of the Minister or any person referred to in clause 3.2.5 exercising any of the rights conferred by this Covenant.

5. IMPLEMENTATION OF OBJECTIVES

- 5.1 The Minister may;
 - 5.1.1 provide to the Owner technical advice or assistance as may be necessary or desirable to assist in meeting the objectives specified in clause 2.1;
 - 5.1.2 prepare, in consultation with the Owner, a joint plan for the management of the Land to implement the objective specified in clause 2.1.

6. DURATION OF COVENANT

6.1 This Covenant binds the Minister and Owner in perpetuity to the rights and obligations contained in it.

7. OBLIGATIONS ON SALE OF LAND

- 7.1 If the Owner sells, leases, or parts with possession of the Land, the Owner must ensure that the Owner obtains the agreement of the purchaser, lessee, or assignee to comply with the terms of this Covenant, including any agreement by the purchaser, lessee, or assignee to ensure that on any subsequent sale, lease, or assignment, any subsequent purchaser, lessee, or assignee must also comply with the terms of this Covenant including this clause.
- 7.2 If for any reason this Covenant remains unregistered and the Owner fails to obtain the agreement of a purchaser, lessee, or assignee to comply with the terms of this Covenant, the Owner will continue to be liable in damages to the Minister for any breach of the Covenant committed after the Owner has parted with all interest in the Land in respect of which a breach occurs.

8. MISCELLANEOUS MATTERS

8.1 Rights

8.1.1 The rights granted by this Covenant are expressly declared to be in the nature of a covenant.

8.2 Trespass Act:

- 8.2.1 Except as provided in this Covenant, the Covenant does not diminish or affect the rights of the Owner to exercise the Owner's rights under the Trespass Act 1980 or any other statute or generally at law or otherwise;
- 8.2.2 For avoidance of doubt these rights may be exercised by the Owner if the Owner reasonably considers that any person has breached the rights and/or restrictions of access conferred by this Covenant.

8.3 Reserves Act

8.3.1 Subject to the terms and conditions set out in this Covenant, sections 93 to 105 of the Reserves Act 1977, as far as they are applicable and with the necessary modifications, apply to the Land as if the Land were a reserve.

8.4 Titles

8.4.1 This Covenant must be signed by the Commissioner of Crown Lands and the Minister and registered against the Certificate of Title to the Land.

8.5 Acceptance of Covenant

8.5.1 The parties agree to be bound by the provisions of this Covenant including during the period prior to the Covenant's registration.

8.6 Fire

- 8.6.1 The Owner must notify, as soon as practicable, the appropriate Fire Authority and the Minister in the event of wild fire threatening the Land;
- 8.6.2 If the Minister is not the appropriate Fire Authority for the Land, the Minister will render assistance to the Fire Authority in suppressing the fire if:
 - 8.6.2.1 requested to do so; or
 - 8.6.2.2 if there is in place between the Minister and the Fire Authority a formalised fire agreement under section 14 of the Forest and Rural Fires Act 1977.

9. NOTICES

- 9.1 A notice to be given under this Covenant by one party to the other is to be in writing and made by personal delivery, by pre-paid post, or by facsimile addressed to the receiving party at the address or facsimile number set out in Schedule 1.
- 9.2 A notice given in accordance with clause 9.1 will be deemed to have been received:
 - (a) in the case of personal delivery, on the date of delivery;
 - (b) in the case of pre-paid post, on the third Working Day after posting;
 - in the case of facsimile, on the day on which it is dispatched or, if dispatched after 5.00pm, on the next day after the date of dispatch.
- 9.3 The Owner must notify the Minister of any change of ownership or control of all or part of the Land and must supply the Minister with the name and address of the new owner or person in control.

10. DEFAULT

- Where either the Minister or the Owner breaches any of the terms and conditions contained in this Covenant the other party:
 - 10.1.1 may take such action as may be necessary to remedy the breach or prevent any further damage occurring as a result of the breach; and
 - 10.1.2 will also be entitled to recover from the party responsible for the breach as a debt due all reasonable costs (including solicitor/client costs) incurred by the other party as a result of remedying the breach or preventing the damage.
- 10.2 Should either the Minister or the Owner become of the reasonable view that the other party (the defaulting party) has defaulted in performance of or observance of its obligations under this Covenant then that party (notifying party) may, by written notice:
 - 10.2.1 advise the defaulting party of the default.
 - 10.2.2 state the action reasonably required of the defaulting party to perform or observe in accordance with this Covenant; and
 - 10.2.3 state a reasonable period within which the defaulting party must take action to remedy the default.

11. DISPUTE RESOLUTION PROCESSES

11.1 If any dispute arises between the Minister and the Owner in connection with this Covenant, the parties must, without prejudice to any other rights they may have under this Covenant, attempt to resolve the dispute by negotiation or other informal dispute resolution technique agreed between the parties.

11.2 Mediation

- if the dispute is not capable of resolution by agreement within 14 days of written notice by one party to the other (or such further period as the parties may agree to in writing) either party may refer the dispute to mediation with a mediator agreed between the parties;
- 11.2.2 if the parties do not agree on a mediator, the President of the New Zealand Law Society is to appoint the mediator.

11.3 Failure of Mediation

in the event that the dispute is not resolved by mediation within 2 months of the date of referral to mediation the parties agree that the provisions in the Arbitration Act 1996 will apply;

- 11.3.2 notwithstanding anything to the contrary in the Arbitration Act 1996, if the parties do not agree on the person to be appointed as arbitrator, the appointment is to be made by the President of the New Zealand Law Society;
- 11.3.3 the parties further agree that the results of arbitration are to be binding upon the parties.

12. JOINT OBLIGATIONS

12.1 The Owner or the Minister may, by mutual agreement, carry out any work or activity or improvements or take any action either jointly or individually to better preserve the Values.

13. SPECIAL CONDITIONS

- 13.1 Special conditions relating to this Covenant are set out in Schedule 2.
- 13.2 The standard conditions contained in this Document must be read subject to any special conditions.

Executed as a Deed	
Signed by delegation from the Commis deemed pursuant to section 8 Land Act 1998 to be the Ow purposes of section 77 of the in the presence of:	30(5) of the Crown Pastoral) ner of the Land for the
Witness:	
Address:	
Occupation:	
Signed by powers under section 117 of as designated Commissioner behalf of the Minister of Coin the presence of :	and acting for and on
Witness:	

Occupation:

Address:

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SCHEDULE 1

1. Description of Land

CC1 - Limestone Outcrops

Three individual pieces of land containing 18 hectares approximately in total being part of
situated in Blocks V, 1X, X & XI Puhi Puhi Survey District and shown on the plan attached to the Proposal as CC1 being shaded yellow and herein referred to as the Land.

CC2 - Middle Hill Hut

2. Address for Service¹

The address for service (including facsimile number) of the Minister is:

Conservator
Department of Conservation
186 Bridge Street
Private Bag 5
NELSON
Ph (03) 546 9335
Fax (03) 548 2805

The address for service (including facsimile number) of the Owner is:

Richard J King and Julia J King Middle Hill Clarence Bridge R. D. 1 KAIKOURA Ph (03) 319-4338 Fax (03)

3. Values of Land to be Protected

CC1 - Limestone Outcrops

- The three limestone outcrops are a prominent natural feature forming a distinct and special landform in a landform dominated by greywacke hills and alluvial terraces. Their visibility from State Highway One gives them a high scenic and aesthetic value.
- The limestone habitat is uncommon in the ecological district and supports a representative range of limestone dependant species including a large number of indigenous species.
- The outcrops support a diverse range of plant communities including plant species representative of the original flora.
- The limestone outcrops support five threatened plant species Melicytus aff. Alpinus
 "Waipapa" (gradual decline), Pleurosorus rutifolius (sparse), Epilobium wilsonii (range
 restricted), Poa acicularifolia (range restricted) and Wahlenbergia matthewsii (range
 restricted).
- The limestone outcrops are an important refuge and breeding habitat supporting two threatened animal species darkling beetle *Mimopeus parallelus* (nationally endangered) and Kaikouras gecko (range restricted).

State street address not Post Office Box number.

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CC2 - Middle Hill Hut

- The area forms an integral part of the surrounding Conservation Area contributing to the visual landscape values of the Kaikoura Range.
- The area provides potential for the regeneration of indigenous vegetation from seed sources including remnant beech forest from the surrounding Conservation Area.
- The area supports the threatened lizard species Kaikouras gecko (range restricted).
- The wetland area within the covenant area provides considerable habitat diversity for invertebrate species due to the rarity of wetlands at mid altitude in the region.
- The management of the area needs to be complimentary with the management of values on the surrounding Conservation Area.

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SCHEDULE 2

Special Conditions

CC1 - Limestone Outcrops

- 1. The Owner may graze up to a maximum of 300 sheep and up to a maximum of 300 deer only, at any time of the year.
- 2. The Covenant area is to be contained within existing fences.
- 3. The Minister may design and undertake a monitoring programme:
 - (a) to ensure that the ecological integrity of the limestone outcrops and associated vegetation and fauna is maintained.
 - (b) To enable the monitoring of any effects on the vegetation cover and conditions, faunal values and any other conservation values in the covenant area.

The monitoring programme will be reviewed at 3 yearly intervals and if, in the opinion of the Minister there is a deterioration in the condition and extent of the ecological condition of the covenant area, agreement of the landowner may be sought to alter the management regime in the covenant area. The Minister and landowner shall act in good faith in protection of the values in the covenant area but if agreement cannot be reached clause 11 (Disputes Resolution Process) shall take effect.

4. Subject to consultation between the Owner and the Minister and observance of any reasonable conditions imposed by the Owner, grant to the Minister or authorised agent of the Minister or any employee of the Director-General, a right of access on to the Land, with or without motor vehicles, machinery, and implements of any kind, for the purposes of scientific study and research of the limestone outcrops and their associated ecosystems.

CC2 - Middle Hill Hut

- 5. The Owner may graze the covenant area with sheep and cattle in conjunction with the adjoining grazing concession. On expiry of the grazing concession the owner may graze the covenant area with sheep and cattle only at a stocking rate to be determined at that time.
- 6. The Owner may top dress, sow seed, or chemically spray for weeds on the covenant area except for a 20m margin along the edge of any river, stream or wetland.
- 7. The Owner may maintain any existing tracks and fences on the covenant area.
- 8. The Owner may construct a lodge or alter the existing hut on the covenant area subject to consultation with the area manager of the Department Of Conservation, South Marlborough.
- The Owner may dam, divert or take natural water for stock water purposes and use associated with buildings on the covenant area.
- 10. The covenant area CC2 is subject to a "Right of First Refusal to Purchase" as detailed in Schedule Four of the Proposal document, provided that the Right of First Refusal is recorded on the freehold title to the land.

GRANT of

Correct for the purposes of the Land Transfer Act 1952

Solicitor for the Minister

CONSERVATION COVENANT UNDER
SECTION 77 OF THE
RESERVES ACT 1977 FOR
CROWN PASTORAL LAND ACT 1998 PURPOSES

COMMISSIONER OF CROWN LANDS

to

MINISTER OF CONSERVATION

Solicitor
Department of Conservation
DUNEDIN/CHRISTCHURCH

Appendix 8:	Form of Easement Concession to be created.	
- + +		

	Concession number:	
DATED		

Between

MINISTER OF CONSERVATION ("the Grantor")

and

RICHARD JEREMY KING and JULIA JANE KING ("the Concessionaire")

EASEMENT CONCESSION UNDER CROWN PASTORAL LAND ACT 1998



- 1 -

THIS DOCUMENT is made this day of 200

PARTIES:

- 1. MINISTER OF CONSERVATION, ("the Grantor")
- RICHARD JEREMY KING and JULIA JANE KING, ("the Concessionaire")

BACKGROUND

- A. The land described in Item 1 of Schedule 1 as the Servient Land is a Conservation Area or a Reserve under the management of the Grantor.
- B. The land described in Item 2 of Schedule 1 as the Dominant Land is freehold land of the Concessionaire.
- C. Sections 66 and 68 of the Crown Pastoral Land Act 1998 authorise the Grantor to grant a Concession for a Concession Activity in a Conservation Area and a Reserve under section 17Q(1) of the Conservation Act 1987 or section 59A of the Reserves Act 1977 (whichever is relevant in the circumstances).
- D. The Concessionaire wishes to carry out the Concession Activity on the Easement Area subject to the terms and conditions of this Document.
- E. The Grantor has agreed to grant the Concessionaire an Easement appurtenant to the Dominant Land over that part of the Servient Land specified as the Easement Area.

OPERATIVE PARTS

TERMS AND CONDITIONS

1.0 DEFINITIONS AND INTERPRETATION

- 1.1 In this Document, unless the context otherwise requires:
 - "Background" means the matters referred to under the heading 'Background" on page 2 of this Document.
 - "Compensation" means the amount specified in Item 6 of Schedule 1 and required by the Grantor under section 53 of the Crown Pastoral Land Act 1988 and section 17X of the Conservation Act 1987 for the adverse effects of the Concession Activity on the Crown's or public's interest in the Easement Area.
 - "Concession" means a concession as defined in section 2 of the Conservation Act 1987.
 - "Concessionaire" means the registered proprietor for the time being of the Dominant Land and includes the Concessionaire's successors, assigns, executors, and administrators.
 - "Concession Activity" means the use of the Easement Area by the Concessionaire for purposes specified in Item 4 of Schedule 1.
 - "Conservation Area" has the same meaning as "Conservation area" in section 2 of the Conservation Act 1987.
 - "Director-General" means the Director-General of Conservation.
 - "Document" means this document and any subsequent amendments and all schedules, annexures, and plans attached to it.

- "Dominant Land" means the land specified in Item 2 of Schedule 1.
- "Easement" means the Appurtenant Easement granted under this Document by the Grantor to the Concessionaire under section 17Q of the Conservation Act 1987 or section 59A of the Reserves Act 1977 (whichever is relevant in the circumstances).
- "Easement Area" means that part of the Servient Land specified in Item 3 of Schedule 1.
- "Reserve" has the same meaning as "reserve" in section 59A of the Reserves Act 1977.
- "Servient Land" means a Conservation Area being the area more particularly described in Item 1 of Schedule 1.
- "Structure" includes a bridge, a culvert, and a fence.
- "Term" means the period of time specified in Item 5 of Schedule 1 during which this Document operates.
- "Working Day" means the period between any one midnight and the next excluding Saturdays, Sundays and Statutory holidays in the place where the Concession Activity is being carried out.
- 1.2 In this Document unless the context otherwise requires:
 - (a) a reference to a party is a reference to a party to this Document;
 - (b) schedules and annexures form part of this Document and have effect accordingly;
 - words appearing in this Document which also appear in Schedule 1 mean and include the details appearing after them in that Schedule;
 - a provision of this Document to be performed by two or more persons binds those persons jointly and severally;
 - (e) words in a singular number include the plural and vice versa;
 - (f) words importing a gender include other genders;
 - (g) references to a statute or statutory provision, or order or regulation made under it, include that statute, provision, or regulation as amended, modified, re-enacted or replaced from time to time whether before or after the date of this Document;
 - (h) where the Grantor's consent or approval is expressly required under a provision of this Document, the Concessionaire must seek the consent or approval of the Grantor for each separate occasion it is required notwithstanding that the Grantor has granted consent or approval for a like purpose on a prior occasion.
- 1.3 Words used in the Background to this Document have the same meaning given to them in clause 1.1.

2.0 GRANT OF APPURTENANT EASEMENT

2.1 In exercise of the Grantor's powers under either section 66 or section 68 of the Crown Pastoral Land Act 1998 (whichever is relevant in the circumstances) the Grantor GRANTS to the Concessionaire an EASEMENT APPURTENANT to the Dominant Land under either section 17Q(1) of the Conservation Act 1987 or section 59A of the Reserves Act 1977 (whichever is relevant in the circumstances) to carry out the Concession Activity on the Easement Area subject to the terms and conditions contained in this Document.

3.0 TERM

3.1 The Easement is for the Term specified in Item 5 of Schedule 1.

4.0 COMPENSATION

4.1 The Concessionaire must pay to the Grantor in the manner specified by the Grantor the Compensation specified in Item 6 of Schedule 1.

5.0 OTHER CHARGES

5.1 In addition to Compensation, the Concessionaire must pay all rates, levies, taxes, duties, assessments, charges, and other outgoings which may be charged, levied, or reasonably assessed, or which may become payable in relation to the Easement Area and which are attributable to the Concessionaire's use of or activity on the Easement Area.

6.0 CONCESSION ACTIVITY

6.1 The Concessionaire is not to use the Easement Area for any purpose other than the Concession Activity.

7.0 COMPLIANCE

- 7.1 The Concessionaire will comply where relevant:
 - (a) with the provisions of any conservation management strategy or conservation management plan under Part IIIA of the Conservation Act 1987 together with any amendment or review of any strategy or plan whether approved before, on, or after the date on which this Document takes effect; and
 - (b) with the Conservation Act 1987, the Reserves Act 1977, the Resource Management Act 1991 and the Health and Safety in Employment Act 1992 and any other statute, ordinance, regulation, bylaw, or other enactment (collectively the "Legislation") affecting or relating to the Easement Area or affecting or relating to the Concession Activity.

8.0 CONCESSIONAIRE'S STRUCTURES, FACILITIES AND LAND ALTERATIONS

- 8.1 The Concessionaire must not erect or bring on to the Easement Area any Structure, install any facility, or alter the Land in any way without the prior written consent of the Grantor.
- 8.2 The Concessionaire must keep and maintain any Structures, and facilities on and alterations to the Easement Area in good repair.
- 8.3 On expiry or early termination of this Document either as to the whole or any part of the Easement Area, the Concessionaire will not be entitled to compensation for any improvements and any Structure or facilities remaining on the Easement Area are to become the property of the Grantor.
- 8.4 If requested by the Grantor, the Concessionaire must, within such time as the Grantor determines, remove all Structures, facilities or other improvements erected or installed by the Concessionaire and make good at the Concessionaire's own expense all damage done by the removal and must leave the Easement Area in a clean and tidy condition to the satisfaction of the Grantor.

9.0 PROTECTION OF THE ENVIRONMENT

- 9.1 Except as approved in writing by the Grantor the Concessionaire will not, whether by act or omission:
 - (a) interfere with, remove, damage, or endanger the natural features, indigenous animals and plants, or historic resources on the Easement Area; or
 - (b) bring any plants, or animals (except those stipulated in Item 4 of Schedule 1) on to the Easement Area; or

- (c) deposit on the Easement Area debris, rubbish or other dangerous or unsightly matter, or contaminate any water body on the Easement Area; or
- (d) pile or store materials in any place on the Easement Area where they may obstruct the public or create a nuisance; or
- (e) conduct any noxious, noisome, dangerous or offensive activity on the Easement Area; or
- (f) top-dress, burn, sow seed, or carry out earthworks (including tracking, drainage or ditching) on the Easement Area; or
- (g) disturb or allow stock to disturb any stream or watercourse on the Easement Area; or
- (h) light any fire on the Easement Area.
- 9.2 The Concessionaire, must at the Concessionaire's expense:
 - (a) if required by the Grantor take all steps necessary to control any pest, insect, or rodent infestation occurring on or emanating from the Easement Area or any Structure or facility on the Easement Area;
 - (b) comply strictly with the provisions of the Biosecurity Act 1993.
- 9.3 The Concessionaire must ensure that the Concessionaire's employees, agents, contractors, licensees and invitees comply with the obligations imposed on the Concessionaire under clause 9
- 9.4 The Concessionaire may bring firearms on to the Easement Area for use in connection with the Concession Activity and pest control operations.
- 9.5 The Concessionaire may for purposes of the Concession Activity take onto or use vehicles on the Easement Area on existing formed access tracks only.

10. TEMPORARY SUSPENSION

10.1 The Grantor may, at any time in exercise of the Grantor's powers, close all or part of the Easement Area for such period as she/he considers necessary.

11.0 TERMINATION

- 11.1 The Grantor may terminate this Document by notice in writing to the Concessionaire if:
 - (a) the Concessionaire breaches any terms of this Document; and
 - (b) the Grantor has notified the Concessionaire in writing of the breach; and
 - (c) the Concessionaire does not rectify the breach within 28 days of receiving notification.
- 11.2 Immediately on termination the Concessionaire must execute a surrender of this Document if the Grantor so requires it.

12.0 INDEMNITIES AND INSURANCE

12.1 The Concessionaire will indemnify and keep indemnified the Grantor against all claims made by any person in respect of any injury, loss, or damage, including fire, caused or suffered as a result of or arising out of any acts or omissions of the Concessionaire, its employees, agents, contractors, licensees or invitees or otherwise caused as a result of its use of the Easement Area or the Concessionaire's carrying out of the Concession Activity on the Easement Area.

- 12.2 This indemnity is to continue after the expiry or other determination of this Document in respect of those acts or omissions occurring or arising before its expiry or determination.
- 12.3 Without prejudice to or in any way limiting its liability under clause 12.1 the Concessionaire must take out and keep in force during the Term if required by the Grantor;
 - (a) a policy of public liability insurance against liability for loss, damage or injury from any one single accident or event arising out of its conduct of the Concession Activity on the Easement Area and covering:
 - (i) general indemnity for a sum not less than the amount specified in Item 7 of Schedule 1; and
 - (ii) Forest and Rural Fires Act 1977 extension for a sum not less than the amount specified in Item 8 of Schedule 1; and
 - (b) statutory liability insurance for the amount specified in Item 9 of Schedule 1; and
 - such other policy or policies of insurance against any other liability and for such other sums which the Grantor specifies in Item 10 of Schedule 1.
- 12.4 With respect to clause 12.3 the Concessionaire must before commencing the Concession Activity and on each renewal of insurance, provide the Grantor with certificates of insurance issued by the Concessionaire's insurer confirming the nature, amount and duration of cover.

13.0 ASSIGNMENT

- 13.1 The Concessionaire is not to transfer, sublicence, assign, mortgage or otherwise dispose of the Concessionaire's interest under this Document or any part of it without the prior written consent of the Grantor. The Grantor may, in the Grantor's discretion, decline to grant consent under this clause.
- 13.2 If the Grantor gives consent under this clause the Concessionaire is to remain liable to observe and perform the terms and conditions of this Document throughout the Term and is to procure from the transferee, sublicensee, or assignee a covenant to be bound by the terms and conditions of this Document unless the Grantor otherwise provides in writing.
- 13.3 The Concessionaire must pay the costs reasonably incurred by the Grantor incidental to any application for consent, whether or not such consent is granted.
- Any change in the shareholding of the Concessionaire altering the effective control of the Concessionaire will be deemed to be an assignment and will require the consent of the Grantor.

14.0 DISPUTE RESOLUTION AND ARBITRATION

- 14.1 If any dispute arises between the parties in connection with this Document, the parties must, without prejudice to any other rights they have under this Document, attempt to resolve the dispute by negotiation or other informal dispute resolution techniques agreed by the parties.
- 14.2 If the dispute is not capable of resolution by agreement within 14 days of written notice by one party to the other (or such further period as the parties may agree to in writing) either party may refer the dispute to the Disputes Tribunal, where relevant, or to mediation with a mediator agreed between the parties.
- 14.3 If the parties do not agree on a mediator, the President of the New Zealand Law Society is to appoint the mediator.
- In the event that the dispute is not resolved by mediation within 2 months of the date of referral to mediation the parties agree that the provisions of the Arbitration Act 1996 will apply.

- 14.5 Notwithstanding any provision to the contrary in the Arbitration Act 1996, if the parties do not agree on an arbitrator within 10 working days of a party giving written notice of the requirement to appoint an arbitrator the President of the New Zealand Law Society is to appoint the arbitrator. The arbitrator must not be a person who has participated in an informal dispute resolution procedure in respect of the dispute.
- 14.6 All arbitration proceedings are to take place in New Zealand and to be governed by New Zealand law.
- 14.7 The parties agree that the results of any arbitration are to be binding on the parties.

15.0 NOTICES

- 15.1 Any notice to be given under this Document by one party to the other is to be in writing and made by personal delivery, by pre-paid post or by facsimile addressed to the receiving party at the address or facsimile number set out in Item 11 of Schedule 1.
- 15.2 A notice given in accordance with clause 15.1 will be deemed to have been received:
 - (a) in the case of personal delivery, on the date of delivery;
 - (b) in the case of pre-paid post, on the third working day after posting;
 - in the case of facsimile, on the Working Day on which it is dispatched or, if dispatched after 5.00pm on a Working Day, or if dispatched on a non-working day, on the next Working Day after the date of dispatch.

16.0 RELATIONSHIP OF PARTIES

- 16.1 Nothing expressed or implied in this Document shall be construed as:
 - (a) conferring on the Concessionaire any right of exclusive occupation or use of the Easement Area;
 - (b) preventing the Grantor from granting similar concessions to other persons;
 - (c) derogating from the rights of the Grantor and the public to have access across the Easement Area.

17.0 SPECIAL CONDITIONS

- 17.1 Special conditions relating to this Document are set out in Schedule 2.
- 17.2 The standard conditions contained in this Document must be read subject to any special conditions.

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Signed by :	
for and on behalf of the Minister of Conservation pursuant to a written delegation (or designation as in the presence of:	the case may be)
Witness: Occupation: Address:	
Signed by:	
Richard J King as Concessionaire in the presence of:	
Witness: Occupation: Address:	
Signed by:	
Julia J King as Concessionaire in the presence of:	
Witness: Occupation: Address:	

SCHEDULE 1

being Conservation Land Servient Land: The land described as being part of _ 1. situated on the Seaward Kaikoura Range in the Marlborough Land District and shown on the plan attached to the Proposal as CA1 being shaded pink and herein referred to as the Land, (see definition of Servient Land in clause 1.1) Dominant Land: The land described as being ____ situated in Blocks V, IX, X and XI 2. Puhi Puhi Survey District. (see definition of Dominant Land in clause 1.1) Easement Area: That part of the land labelled "b-c" shown as a blue line on the plan attached to the 3. Proposal and having a width of 10 metres. (see definition of Easement Area in clause 1.1) The Concessionaire has the right to from time to time and at all times for the Concession Activity: 4. Concessionaires, their servants, employees, agents workmen, contractors, licensees and invitees (in common with the Grantor and any other person lawfully entitled so to do) to have the full, free uninterrupted and unrestricted right liberty and privilege from time to time and at all times by day and by night to go pass and repass for farm management and tourism operation purposes only on foot and with motor vehicles and with or without horses, machinery and implements of any kind and with or without farm dogs, farm stock and guns, and with or without tourism clients to and from the dominant land over and along the easement "b-c", but subject to the limitations expressed in this deed, to the intent that the easement hereby created shall forever be appurtenant to the Dominant Land. (see definition of Concession Activity in clause 1.1.) Term: The concession is granted in perpetuity commencing on the day of registration of an approved plan 5. (see clause 3.1) affecting Certificate of Title MB62/19 (Marlborough Registry) Compensation: \$ Nil 6. (see clause 4.1) (payable on date of execution of this Document) (see clause 12.3) Public Liability General Indemnity Cover: 7. for \$1,000,000 (see clause 12.3) Public Liability Forest & Rural Fire Act Extension: 8. for \$1,000,000 (see clause 12.3) Statutory Liability Insurance 9. for \$Nil (see clauses 12.3) Other Types of Insurance: 10 for \$ Nil (see clause 15) Address for Notices (including facsimile number): 11. Conservator (a)Grantor Department of Conservation 186 Bridge Street Private Bag 5 Nelson Ph (03) 546 9335 Fax (03) 548 2805

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(b)Concessionaire

Richard J King and Julia J King Middle Hill Clarence Bridge R.D. 1 KAIKOURA PH: (03) 319-4338

Fax: (03)

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SCHEDULE 2

Special Conditions

- 1. THE rights granted under this deed are non-exclusive and are exercisable in common with the Grantor and any other person granted similar rights by the Grantor, whether now or in the future, and without limitation the Grantor may grant the following persons access rights over the Easement Area:
 - i. members of the public;
 - ii any lessee or licensee of the Grantors land
- THAT in exercising the right liberty and privilege take all reasonable care to avoid damage to the soil
 and vegetation of the land in the easement and in particular will avoid using the easement when
 conditions render the land over which the easement is granted particularly vulnerable to damage.
- 3. THE cost and responsibility of any maintenance of the easement Area shall be borne by the Concessionaire and any other person or person(s) to whom the Grantor has granted similar rights in respect of the Easement Area, according to each persons use of the Easement Area PROVIDED THAT if any repair or maintenance is rendered necessary by the act, neglect, or default of any user or its servants, agents, contractors, workmen, licensees or invitees, then that user shall promptly carry such repair and maintenance and bear the cost of the work PROVIDED THAT the Grantor shall not be required to contribute to the cost of any maintenance in respect to the Easement Area PROVIDED further that any routine maintenance undertaken by the Concessionaire within the existing alignment does not require the prior consent in writing of the Grantor HOWEVER maintenance outside of the existing alignment undertaken by the Concessionaire requires the prior consent in writing of the Grantor.
- 4. THAT the Concessionaire shall ensure that no action by them or on their behalf has the effect of preventing the Easement Area over which the easement is granted being kept clear at all times of obstructions whether caused by parked vehicles, deposit of materials, or any other unreasonable impediment to the use and enjoyment of the said land.

Execution Section					
This Proposal (including the schedules and appendices) is signed by the Commissioner and the Holder as a binding agreement.					
SIGNED by the Commissioner of Crown Lands pursuant to the Crown Pastoral Land Act 1998 in the presence of:					
	<u> </u>				
Witness					
Occupation					
Address					
SIGNED for and on behalf of Richard Jeremy King and Julia	Jane King				
Richard Jeremy King J	ulia Jane King				