

Crown Pastoral Land Tenure Review

Lease name: LOCH LINNHE

Lease number: PO 230

Due Diligence Report (including Status Report) - Part 1

This report and attachments results from a pre-Tenure Review assessment of the pastoral lease for the purpose of confirming land available for Tenure Review and any issues, rights or obligations attaching to it. The information is gathered from files and other sources available to the LINZ contractor.

Part of the information relates to research on the status of the land, resulting in a Status Report that is signed off by a LINZ approving officer. The remainder of the information is not analysed for relevancy or possible action until required, and LINZ does not guarantee its accuracy or completeness as presented.

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

August

06

PASTORAL LEASE LAND TENURE REVIEW

DUE DILIGENCE

LOCH LINNHE

ABERCROMBIE & ASSOCIATES LIMITED

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DUE DILIGENCE REPORT - LOCH LINNHE CROWN PASTORAL LAND PRE TENURE REVIEW ASSESSMENT STANDARD 6

Report Date: 3 May 2002 Report No: Q V V 353 File Ref: CON / 50272 / 09 / 12515 / A-ZNO Date sent to **ABERCROMBIE** LINZ Case Accredited 7/5/20-2 LINZ & ASSOCIATES LTD Supplier No:

RECOMMENDATIONS

- That the Commissioner of Crown Lands or his delegate **note** this Due Diligence Report which has been prepared in accordance with the Pre Tenure Review Assessment Standard:
- That the Commissioner of Crown Lands or his delegate note the following incomplete actions which require action by the Manager, Crown Property Management [or other party];

Details of incomplete actions requiring completion by the CCPO or other party:

Part Run 354A is wrongly described as Part Run 354B for the land acquired for better utilisation in Gazette 1968 page 253.

Land for marginal strip along Staircase Creek [major and minor branches], Wye Creek [south branch], Sproules Creek and Whittens Creek as shown marked A - B on SO 812, A - B, C - D and E - F on SO 813, A - D, B - G and I - J on SO 23882, pursuant to Sections 24(2) & (9) Conservation Act 1987 was removed from the lease on renewal by 866577 with no derived reduction of the "title area" except for surrender of Sections 5, 6 & 7, SO 23209. Notwithstanding the lessee agreeing to the conditional lease renewal, there is no known record of compensation having been paid to the lessee for the dispossession.

Until recently, a Land Improvement Agreement 358302 existed pursuant to Section 30A, Soil Conservation and Rivers Control Act 1941. It was between the lessee and [now] the Otago Regional Council and was for a period of fifteen years from 20 March 1970 [ie it has since time expired]. However, clause 11.6 provided for the conversion of "green belt areas" comprising 9759 acres to pastoral occupation licence with a clause prohibiting grazing by sheep and which may still require actioning.

Signed by Sub-contractor: David J Abercrombie Nominated Person for Accred	ited Supplier	Barry Dench Team Leader for Tenure Review Quotable Value [Valuations]
Approved / Declined [pursuant to a delegation	from the Commis	sioner of Crown Lands] by:
[]	
Date of decision: /	/	

1

Lease name:

Loch Linnhe

Location:

Lake Wakatipu, Central Otago

Lessee:

M W Scott, K J Scott and Polson Higgs Nominees

Limited

Tenure:

Pastoral lease of pastoral land pursuant to the Land

Act 1948.

Term:

33 years from 1 July 1959. The lease was renewed for

a further 33 years as at 1 July 1992.

Annual rent:

\$10500.00

Rental value:

\$700 000.00

Date of next review:

1 July 2003

Land registry Folio Ref:

OT386/138

[See copy at appendix 1]

Legal description:

Section 3 and Part Sections 1 & 4, SO 23882 and Part

Run 354A, South Wakatipu, Lorn and Nevis Survey

Districts, Otago Land District.

Area:

11057.8503 hectares

2 File SearchFiles held by accredited supplier on behalf of LINZ:

File reference	Volume	First folio m	ımber Date	Last folio number	Date
P 230	I	234	27 January 1959	357	21 December 1966
[Formerly know	vn as PR 1715 a	nd then PR 1924]		
P 230	II	358	2 February 1967	464	23 July 1973
P 230	Ш	465	31 January 1974	598	15 May 1984
P 230	IV	599	30 July 1984	324	16 June 1992
[Note: folios re-	numbered]				
P 230	V	325	18 March 1991	416	16 February 2000
CON/50213/09	/12515/A - ZNO	1	0 April 2001	6	13 July 2001

Folios relating to uncompleted actions are:

File reference	Volume	Folio number	Date
P 230	V	320	15 May 1992
P 230	V	324	15 July 1992
P 230	V	327	15 July 1992
P 230	V	328	6 October 1992
P 230	V	335	25 November 1992
P 230	V	346	16 February 1994
P 230	V	358	19 July 1994
P 230	V	362	23 June 1992

For further details see Section 8 of this due diligence report.

3 Summary of lease document

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Terms of lease

Lease number:

P 230

Commencement date:

1 July 1959

Renewal instrument number:

866577

[See copy at appendix 2]

Lease stock limits:

2860 sheep

Memorandum of Variation

Not applicable

Any non-standard conditions

Yes - See special clause 14 regarding right of

resumption of land for National Park.

Area adjustments

By certificate of alteration 223900 an area of 5000 acres being Part Run 331 was incorporated [Area total of 23300 acres] into the lease.

By new appellation 313738 part of the leased land [Parts Run 331] became Run 765 [Area of 19900 acres].

By certificate of alteration 316487 the area in certificate of alteration 223900 was amended to 4700 acres - see also SO 16016 [Area total of 23000 acres].

By certificate of incorporation 314671 an area of 15200 acres being Part Run 331 was incorporated into the lease [Area total of 38200 acres].

By gazette notices 324706 and 324905 an area of 15 acres 1 rood 10 perches was set apart for road and 1 acre 1 rood 10 perches was set apart for better utilisation, a total of 16 acres 2 roods 20 perches [Note: Part Run 354A is wrongly described as Part Run 354B for the land acquired for better utilisation as mentioned in Gazette 1968 page 253 (GN 324706)]. Balance area was then 38183 acres 1 rood 20 perches.

By proclamation 324906, an area of road was closed and incorporated into the lease [Area of 7 acres 1 rood 18 perches giving a total of 38190 acres 2 roods 38 perches]. By alteration to SO 13790, the area of closed road in Proc 324904 was given a new appellation of Section 1, South Wakatipu SD.

By gazette notice 366934, adjoining roads were closed and incorporated into the lease [Area of 41 acres 1 road 4 perches giving a total of 38232 acres 2 perches]. By amendment to SO 16997

the closed roads were given a new appellation of Sections 2 - 4, South Wakatipu SD.

By gazette notice 366935, an area of 53 acres 2 roods 27 perches was taken for road and 36 acres 3 roods 39 perches taken for better utilisation, a total of 90 acres 2 roods 26 perches giving a balance area of 38141 acres 1 rood 16 perches - 15435.2703 hectares metric conversion by factor of 0.404686 [Note: area shown on register copy of OT386/138 incorrectly shows balance area of 38142 acres 2 roods 26 perches - 15435.8637 hectares by title metric conversion].

By new appellation 746023/1, part of the land [formerly Sections 2 - 4, South Wakatipu SD and Part Run 765] was described as Sections 1 - 8, SO 23209 [Note: Sections 2 - 4, South Wakatipu SD was formerly Closed Road but given new appellation by amendment to SO 16997].

By 842058, Sections 2, 5, 6 & 7, SO 23209, were surrendered [Area of 4377.42 hectares giving a derived balance leased area of 11057.8503 hectares (11058.4437 by title derivation and metric conversion calculation)].

It should be noted that Sections 5, 6 & 7, SO 23209 were ostensibly to identify marginal strips. As marginal strips move with movements in the waterways concerned the pseudo fixing of extent of marginal strip boundaries on SO 23209 would be against the full intent of the Conservation Act 1987. As mentioned below, SO 23882 was intended to regularise the situation. Nevertheless, Sections 5, 6 & 7, SO 23209 had still been surrendered from the lease.

By new appellation 851575, Sections 1, 3, 4 & 8, SO 23209, became Sections 1, 3, 4 & 5, SO 23882. However, as the appellations for Sections 1, 4 & 5, SO 23882 included land which had been already surrendered [ie Sections 5, 6 & 7 SO plan 23209], the correct description of affected land remaining in the leased land is deemed to comprise only Part of Sections 1 and 4, SO 23882.

Incidentally, Section 3, SO 23882 excludes a narrow strip of Part Section 3, SO 23209 [situated between F - G on SO 23882] being actually bed of Staircase Creek and while not surrendered was subsequently removed from the lease pursuant to Sections 24(2) & (9) Conservation Act 1987 on renewal by 866577. Further, having regard to the above and also current conventions, for inexplicable reasons:

NAP 851575 refers to Section 3, SO 23209 rather than Part Section 3, SO 23209, and

The areas of Section 3, SO 23209 and Section 3, SO 23882 remain the same at 1040 hectares.

Note: For further details regarding the above see appendix 3.

The area comprising the Marginal Strips have not been deducted from the area of land leased except through application of Part IV of the Conservation Act on renewal of the lease by 866577. - for further details see appendix 4.

Registered interests

SUBSTANTIAL INTEREST	SUMMARY	
223900 - Certificate of alteration	Land incorporated within lease - for further details see appendix 3.	
313738 - New appellation	Change of part description of leased land - for further details see appendix 3.	
314671 - Certificate of alteration	Land incorporated within lease - for further details see appendix 3.	
31687 - Certificate of alteration	Area of 223900 amended - for further details see appendix 3.	
324706 - Gazette Notice	Land taken for road and better utilisation - for further details see appendix 3.	
324905 - Gazette Notice	Land taken for road and better utilisation - for further details see appendix 3.	
324906 - Gazette Notice	Incorporating land within lease - for further details see appendix 3.	
358302 - Land Improvement Agreement - Pursuant to Section 30A of the Soil Conservation and Rivers Control Act 1941	Expired, but action relating to clause 11.6 may not have been actioned - for further details see appendix 5.	
366934 - Gazette Notice	Land incorporated within lease - for further details see appendix 3.	
366935 - Gazette Notice	Leasehold interest taken for road and better utilisation - for further details see appendix 3.	
746023.1 - New appellation	Change of part description of leased land - for further details see appendix 3.	
842058 - Surrender	Part of leased land surrendered - for further details see appendix 3.	
851575 - New appellation	Change of part description of leased land - for further details see appendix 3.	
866577 - Memorandum of renewal	In accordance with lease conditions - for further details see appendix 2.	
976333.5 - Mortgage to National Bank of NZ	Personal to lessee	
978393.1 - Mortgage to S I Scott, A D Scott, P A Tonkin and to W M Scott, A D Scott and P A Tonkin in shares	Personal to lessee	

Unregistered interests

INTEREST	SUMMARY	
Recreation permits	There is no record on file of any recreation permits over the lease	
Unsecured debts	None known	
Marginal Strips	Marginal strips exist along Staircase Creek [major and minor branches], Wye Creek [south branch], Sproules Creek and Whittens Creek as shown marked A - B on SO 812, A - B, C - D and E - F on SO 813, A - D, B - G and I - J on SO 23882, pursuant to Sections 24(2) & (9) Conservation Act 1987. The land was removed from the lease on renewal by 866577 with no derived reduction of the "title area" except for surrender of Sections 5, 6 & 7, SO 23209 - for further details see appendix 4.	

4 Summarise any Government programmes approved for the lease:

Until recently, a Land Improvement Agreement 358302 [for further details see appendix 5] existed pursuant to Section 30A, Soil Conservation and Rivers Control Act 1941. The agreement was in relation to works and land management practices to be carried out on the land concerned for the control of erosion and the conservation of soil on the land. It was between the lessee and [now] the Otago Regional Council and is for a period of fifteen years from 20 March 1970 [ie it has since time expired]. However, clause 11.6 provided for the conversion of "green belt areas" comprising 9759 acres to pastoral occupation licence with a clause prohibiting grazing by sheep and which may still require actioning.

5 Summary of Land Status Report

The land the subject of this report is Crown Land subject to Pastoral Lease P 230 as certified by the Chief Surveyor, Dunedin.

A copy of the certified land status report is appended as Schedule A.

6 Review of topographical and cadastral data

Telecommunications facilities	Believed to be not applicable	
Electricity transmission facilities	Believed to be not applicable	
Historic places	A disused water races exist on the eastern boundary of the leased land. In addition, the files record the existence of abandoned mining equipment on the land - for further details see appendix 6.	
Discrepancies between fenced and legal boundaries	Believed to be not applicable	
Formed Roads	State Highway 6, adjoining the leased land on the western boundary and a road adjoining the eastern boundary follow a legal road alignment. Other roads/tracks do not follow a legal road alignment.	
Paper roads	Believed to be not applicable	
Marginal strips	Marginal strips exist along Staircase Creek [major and minor branches], Wye Creek [south branch], Sproules Creek and Whittens Creek as shown marked A - B on SO 812, A - B, C - D and E - F on SO 813, A - D, B - G and I - J on SO 23882, pursuant to Sections 24(2) & (9) Conservation Act 1987 on renewal by 866577 with no derived reduction of the "title area" except for surrender of Sections 5, 6 & 7, SO 23209 - for further details see appendix 4.	
Other [specify]	Believed to be not applicable	

[See copy of cadastral plan and topographical map at appendix 7]

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7 Details of any neighbouring Crown or conservation land

In a clockwise manner the Crown [including land of the crown] or conservation land adjoining/adjacent to the land the subject of this report is:

Section 10, Block V, Coneburn SD

SITUATION	STATUS
North of leased land	Conservation purposes by GN866676

Section 2, SO 23882

SITUATION	STATUS
North of leased land	Presumed part of conservation estate [DoC reference is F42032] - no landonline record.

Part Run 354A

SITUATION	:::	STATUS
North of leased land		Crown land subject to pastoral lease as recorded in register volume OTA2/1215.

Run 339E

SITUATION	STATUS
Northeast of leased land	Crown land subject to pastoral lease as recorded in register volume OT338/81.

Run 625

SITUATION	STATUS	
East of leased land	Presumed un-alienated crown land - no landonline record [previously pastoral lease as recorded in register volume OTA2/1269].	

Part Run 354B

	SITUATION		STATUS	
South of lease	ed land		ect to pastoral lease ster volume OT338/8	

Lake Wakatipu

The Sty	SITUATION	1 Wg	STATUS	(1.5 to 1.5 to 1
West of lease	ed land	Land of the Cro	wn	

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8 Summarise any uncompleted actions or potential liabilities

Your attention is drawn to the following:

Part Run 354A is wrongly described as Part Run 354B for the land acquired for better utilisation in Gazette 1968 page 253.

[For further details see appendix 3]

Land for marginal strip along Staircase Creek [major and minor branches], Wye Creek [south branch], Sproules Creek and Whittens Creek as shown marked A - B on SO 812, A - B, C - D and E - F on SO 813, A - D, B - G and I - J on SO 23882, pursuant to Sections 24(2) & (9) Conservation Act 1987 was removed from the lease on renewal by 866577 with no derived reduction of the "title area" except for surrender of Sections 5, 6 & 7, SO 23209. Notwithstanding the lessee agreeing to the conditional lease renewal, there is no known record of compensation having been paid to the lessee for the dispossession.

[For further details see appendix 4]

Until recently, a Land Improvement Agreement 358302 existed pursuant to Section 30A, Soil Conservation and Rivers Control Act 1941. It was between the lessee and [now] the Otago Regional Council and was for a period of fifteen years from 20 March 1970 [ie it has since time expired]. However, clause 11.6 provided for the conversion of "green belt areas" comprising 9759 acres to pastoral occupation licence with a clause prohibiting grazing by sheep and which may still require actioning.

[For further details see appendix 5]

ATTACHMENTS

Schedule A	land status report [including enclosures]		
Appendix 1	Register volume copy of pastoral lease		
Appendix 2	Memorandum of renewa	al of lease	
Appendix 3	Copies of relevant registered instruments [Area alterations]		
	223900 314671 324906	313738 324706 366934	316487 324905 366935

Appendix 4 File search summary comprising copies of relevant supporting folios referenced in this due diligence report

842058

851575

- Marginal strip

746023.1

Copies of relevant SO Plans:

- SO 813
- SO 23209
- SO 23882
- Appendix 5 Copies of relevant registered instruments

[Land improvement agreement 358302]

Appendix 6 File search summary comprising copies of relevant supporting folios referenced

in this due diligence report

- Historic sites
- Appendix 7 Cadastral plan and topographical map of pastoral lease

RELEASED UNDER THE OFFICIAL INFORMATION ACT

ABERCROMBIE AND ASSOCIATES LIMITED

PROPERTY MANAGERS AND CONSULTANTS

P D BOX 5056 MORAY PLACE DUNEDIN PHONE (03) 471 9496 FACSIMILE (03) 471 9455 EMAIL office@abercrombie.co.nz

C\\DATA\CONSULT\CLIENT\QVNZ\CONTRACT2002mk2\CS Status Cert Loch Linnhe.wpd

This report has been prepared on the instructions of Crown Property Management, Land Information New Zealand, and is undertaken for the purposes of the Crown Pastoral Leases Act 1998.

LAND STATUS	S REP	ORT	LOCH LINNHE	P 230	[LIPS Ref. 12515]
Property	1	of	1		

Otago	
Section 3 and Part Sections 1 & 4, SO 23882 and Part Run 354A, South Wakatipu, Lorn and Nevis Survey Districts [see comment below].	
11057.8503 hectares [see comment below]	
Crown Land subject to Pastoral Lease P 230	
Reg Vol OT386/138 registered in Land Transfer Office but not under Land Transfer Act	
358302 - Soil conservation agreement pursuant to Section 30A Soil Conservation and Rivers Control Act 1941. Marginal strip along Staircase Creek [major and minor branches], Wye Creek [south branch], Sproules Creek and Whittens Creek as shown marked A - B on SO 812, A - B, C - D and E F on SO 813, A - D, B - G and I - J on SO 23882 created pursuant to Sections 24(9) and 24(F), Conservation Act 1987 on renewal of the lease by 866577.	
Crown [see comment below]	
Land Act 1948, Crown Pastoral Land Act 1998	
3 April 2002	
3 April 2002	
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	L David J Abercrombie
i Prepared by	David J Abercromble
	Abercrombie & Associates Ltd
L. Crown Accredited Stippiles	
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RELEASED UNDER THE OFFICIAL INFORMATION ACT

Certified correct as to status:

MH Warburtan	
Chief Surveyor	17
Land Information New Zealand, Dunedin	17/4/2002
Notes: This information does not affect the status of the land but was identified as possibly requiring further investigation at the due diligence stage. See Crown Pastoral Standard 6 paragraph 6	Part Run 354A is wrongly described as Part Run 354B for the land acquired for better utilisation in Gazette 1968 page 253. Land for marginal strip along Staircase Creek [major and minor branches], Wye Creek [south branch], Sproules Creek and Whittens Creek as shown marked A - B on SO 812, A - B, C - D and E - F on SO 813, A - D, B - G and I - J on SO 23882, pursuant to Sections 24(2) & (9) Conservation Act 1987 was removed from the lease on renewal by 866577 with no derived reduction of the "title area" except for surrender of Sections 5, 6 & 7, SO 23209. Notwithstanding the lessee agreeing to the conditional lease renewal, there is no known record of compensation having been paid to the lessee for the dispossession.

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Research Data: Some items may not be applicable

SDI Print obtained	Yes [See attached]	
NZMS 261 Ref	F 42	
Local Authority	Queenstown Lakes District Council	
Crown Acquisition Map	Yes To determine agreement for purchase from Ngai Tahu	
SO Plan	812, 813, 13233, 13234, 13789, 13790, 16016, 16996, 16997, 22367, 23209, 23882	
	[See evidence attached]	
Relevant Gazette Notices	Gazette 1968 page 253 [Note: Part Run 354A is wrongly described as Part Run 354B for the land acquired for better utilisation] Gazette 1968 page 306	
	[See evidence attached]	
CT Reference / Lease Reference	Pastoral Lease P 230, Reg Vol OT386/138. Lease renewed by 866577. NOTE: For history of land see below [See evidence attached]	
Legislation Cards	Yes	
	[See evidence attached]	
CLR	Yes	
	[See evidence attached]	
Allocation Maps [if applicable]	Not applicable	
QVNZ Reference	28441/13900 29131/2100 29131/2000	
Crown Grant Maps	Yes - There are no references for the subject property	

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Research - continued

If Crown land - Check Irrigation Maps.	Yes There are no references for the subject property	
Mining Maps	Yes There are no references for the subject property	
Other Relevant Information		
aj Concessions - Advice from DoC	a] Nil affecting land concerned. However, concessions have been granted for transmission line purposes over the marginal strip shown as F42025 [Wye Creek]. In addition, an easement has been granted over marginal strip F 42025 [Wye Creek] for weirs, pipelines and transmission lines. None of these have been formally created. [See evidence attached from DoC]	
b] Subject to any provisions of the Ngai Tahu Claims Settlement Act. 1998	b] Only on divestment of freehold or a lease of fifty years or greater by LINZ as a Crown Body	
c] Mineral Ownership	c] Mines and Minerals are owned by the Crown because the land has never been alienated from the Crown since its acquisition from Ngai Tahu by way of the Kemp Purchase.	
d] Other Info		

History of ownership:

Purchased from Ngai Tahu by the Kemp Purchase of 1848.

No record of crown grants having been made.

Run 331

Selected for lease and Pastoral Licence 1337 granted [no registration].

Selected for lease and Pastoral Licence 1715 granted as at 1 March 1924 as recorded in register volume OT336/17.

On expiry of PL 1715, Pastoral Lease P243 granted with effect from 1 July 1959 as recorded in register volume OT386/149.

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By 221872 an area of 5083 acres was surrendered [Note: By certificate of alteration 316487 the area was amended to 4700 acres] - see 223900 below for further action.

By 314672 an area of 15200 acres was surrendered - see 314671 below for further action.

Run 354A

Selected for lease and Pastoral Licence 1397 granted with effect from 1 March 1924 [no registration] and comprising area of 18300 acres.

On expiry, Pastoral Licence 1924 granted with effect from 1 March 1938 as recorded in register volume 337/121 [comprises area of 18300 acres].

Combined land

On expiry of Pastoral Licence 1924, Pastoral Lease P 230 was granted with effect from 1 July 1959 as recorded in register volume OT386/138 [Area of 18300 acres].

By certificate of alteration 223900 an area of 5000 acres being Part Run 331 was incorporated [Area total of 23300 acres] into the lease.

By new appellation 313738 part of the leased land [Parts Run 331] became Run 765 [Area of 19900 acres].

By certificate of alteration 316487 the area in certificate of alteration 223900 was amended to 4700 acres - see also SO 16016 [Area total of 23000 acres].

By certificate of incorporation 314671 an area of 15200 acres being Part Run 331 was incorporated into the lease [Area total of 38200 acres].

By gazette notices 324706 and 324905 an area of 15 acres 1 rood 10 perches was set apart for road and 1 acre 1 rood 10 perches was set apart for better utilisation, a total of 16 acres 2 roods 20 perches [Note: Part Run 354A is wrongly described as Part Run 354B for the land acquired for better utilisation as mentioned in Gazette 1968 page 253 (GN 324706)]. Balance area was then 38183 acres 1 rood 20 perches.

By proclamation 324906, an area of road was closed and incorporated into the lease [Area of 7 acres 1 rood 18 perches giving a total of 38190 acres 2 roods 38 perches]. Incidently, the land concerned is shown as legal road on original crown subdivision of the land [see road delineated pecked on SO 812]. This former "road" is considered to have been vested in crown ownership following purchase from Ngai Tahu by the Kemp Purchase of 1848.

By alteration to SO 13790, the area of closed road in Proc 324904 was given a new appellation of Section 1, South Wakatipu SD.

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By gazette notice 366934, adjoining roads were closed and incorporated into the lease [Area of 41 acres 1 rood 4 perches giving a total of 38232 acres 2 perches]. By amendment to SO 16997 the closed roads were given a new appellation of Sections 2 - 4, South Wakatipu SD.

By gazette notice 366935, an area of 53 acres 2 roods 27 perches was taken for road and 36 acres 3 roods 39 perches taken for better utilisation, a total of 90 acres 2 roods 26 perches giving a balance area of 38141 acres 1 rood 16 perches - 15435.2703 hectares metric conversion by factor of 0.404686 [Note: area shown on register copy of OT386/138 incorrectly shows balance area of 38142 acres 2 roods 26 perches - 15435.8637 hectares by title metric conversion].

By new appellation 746023/1, part of the land [formerly Sections 2 - 4, South Wakatipu SD and Part Run 765] was described as Sections 1 - 8, SO 23209 [Note: Sections 2 - 4, South Wakatipu SD was formerly Closed Road but given new appellation by amendment to SO 16997].

By 842058, Sections 2, 5, 6 & 7, SO 23209, were surrendered [Area of 4377.42 hectares giving a derived balance leased area of 11057.8503 hectares (11058.4437 by title derivation and metric conversion calculation)].

It is noted that Sections 5, 6 & 7, SO 23209 ostensibly identifies the bed of the waterways and marginal strips. As marginal strips move with movements in the banks of the waterways concerned the pseudo fixing of extent of marginal strip boundaries on SO 23209 by a centre line definition would be in error and against the full intent of the Conservation Act 1987. As mentioned below, SO 23882 regularised the situation. Nevertheless, Sections 5, 6 & 7, SO 23209 had still been surrendered from the lease.

By new appellation 851575, Sections 1, 3, 4 & 8, SO 23209, became Sections 1, 3, 4 & 5, SO 23882. However, as the appellations for Sections 1, 4 & 5, SO 23882 included land which had been already surrendered [ie Sections 5, 6 & 7 SO plan 23209], the correct description of affected land remaining in the leased land is deemed to comprise Part Section 1 and Part Section 4, SO 23882.

Incidentally, Section 3, SO 23882 excludes a narrow strip of Part Section3, SO 23209 [situated between F - G on SO 23882] being actually bed of Staircase Creek. While not surrendered it was subsequently removed from the lease pursuant to Sections 24(2) & (9) Conservation Act 1987 on renewal by 866577. As a further observation:

NAP 851575 refers to Section 3, SO 23209 rather than Part Section 3, SO 23209, and

The areas of Section 3, SO 23209 and Section 3, SO 23882 remain the same at 1040 hectares.

Notwithstanding the surrender of leased land by 842058, the impact of Section 24, Conservation Act 1987 is still considered applicable as the marginal strip boundary is determined from the bank of the waterways involved whereas the boundaries of land surrendered were determined from the centre line of the waterway. The marginal strips involved in this situation are A - C & I - J [affects Part Section 1 being formerly Section 1, SO 23209], F - G [affects Part Section 3, SO 23209] and B - D & B - E [affects Part Section 4 being formerly Section 4, SO 23209] as shown on SO 23882.

Status, description of land and derived area are now as indicated above.



COMPUTER INTEREST REGISTER UNDER LAND TRANSFER ACT 1952



Search Copy

Identifier

OT386/138

Land Registration District Otago

Date Registered

30 March 1960 01:57 pm

Part-Cancelled

Prior References

OT337/124

Type

Lease under s83 Land Act 1948

Area

15481.5528 hectares more or less

Term

Thirty three years commmencing on the 1st day of July 1959 and renewed for a further term of 33 years commencing on the 1st July 1992

Legal Description Run 354A, Part Run 331, Run 765,

Section 1 South Wakatipu Survey District, Part of adjoining closed road, Section 1 Survey Office Plan 23882, Section 2 Survey Office Plan 23209, Section 3-4 Survey Office Plan 23882, Section 5-7 Survey Office Plan 23209 and Section 5

Survey Office Plan 23882

Proprietors

Murray William Scott, Karen Jan Scott and Polson Higgs Nominees Limited

324706 Gazette Notice declaring part of the within land (15 acres 1 rood 10 perches) to be set apart for road and part (1 acres 1 rood 10 perches) to be set aside for better utilisation from and after the 26th day of February 1963 - 7.3.1968 at

324905 Gazette Notice declaring parts of the within land (15 acres 1 rood 10 perches) coloured red on the diagram hereon to be taken for road and part (1 acre 1 rood 10 perches) to be taken for better utilisation from and after the 4th day of March 1968 - 13.3.1968 at 10.21 am

358302 Agreement pursuant to Section 30A of the Soil Conservation and Rivers Control Act 1941 - 30.7.1970 at 10.36

366935 Gazette Notice taking parts of the leasehold estate herein (52 acres 2 roods 27 perches) for the purposes of a road and taking other parts (36 acres 3 roods 39 perches) for better utilisation from and after the 15.2.1971 - 23.2.1971 at 10.21 am

842058 Surrender of Lease as to Sections 2,5,6 & 7 SO 23209 (4377.4200ha) shown hatched black hereon effective from 1 July 1990 - 5.11.1993 at 10.48 am

866577 Memorandum renewing the within lease and fixing (for the first 11 years) the annual rent at \$10,500 calculated on a rental value of \$700,000 - 4.10.1994 at 11.47 am

976333.5 Mortgage to The National Bank of New Zealand Limited - 7.10.1999 at 11.11 am

978393.1 Mortgage to Shirley Isabelle Scott, Alistair Douglas Scott and Philip Anthony Tonkin and to William Murray Scott, Alistair Douglas Scott and Philip Anthony Tonkin in shares - 16.11.1999 at 11.26 am



COMPUTER INTEREST REGISTER **UNDER LAND TRANSFER ACT 1952**

Registrar-General

Historical Search Copy

Identifier

OT386/138

Land Registration District Otago

Date Registered

30 March 1960 01:57 pm

Part-Cancelled

Prior References OT337/124

Type

Lease under s83 Land Act 1948

Area

15481.5528 hectares more or less

Term

Thirty three years commmencing on the 1st day of July 1959 and renewed for a further term of 33 years commencing on the 1st July 1992

Legal Description Run 354A, Part Run 331, Run 765,

Section 1 South Wakatipu Survey District, Part of adjoining closed road, Section 1 Survey Office Plan 23882, Section 2 Survey Office Plan 23209, Section 3-4 Survey Office Plan 23882, Section 5-7 Survey Office Plan 23209 and Section 5

Survey Office Plan 23882

Original Proprietors

Murray William Scott, Karen Jan Scott and Polson Higgs Nominees Limited

Interests

324706 Gazette Notice declaring part of the within land (15 acres 1 rood 10 perches) to be set apart for road and part (1 acres 1 rood 10 perches) to be set aside for better utilisation from and after the 26th day of February 1963 - 7.3.1968 at

324905 Gazette Notice declaring parts of the within land (15 acres 1 rood 10 perches) coloured red on the diagram hereon to be taken for road and part (1 acre 1 rood 10 perches) to be taken for better utilisation from and after the 4th day of March 1968 - 13.3.1968 at 10.21 am

358302 Agreement pursuant to Section 30A of the Soil Conservation and Rivers Control Act 1941 - 30.7.1970 at 10.36

366935 Gazette Notice taking parts of the leasehold estate herein (52 acres 2 roods 27 perches) for the purposes of a road and taking other parts (36 acres 3 roods 39 perches) for better utilisation from and after the 15.2.1971 - 23.2.1971 at 10.21 am

842058 Surrender of Lease as to Sections 2,5,6 & 7 SO 23209 (4377.4200ha) shown hatched black hereon effective from 1 July 1990 - 5.11.1993 at 10.48 am

866577 Memorandum renewing the within lease and fixing (for the first 11 years) the annual rent at \$10,500 calculated on a rental value of \$700,000 - 4.10.1994 at 11.47 am

Exploration Permit embodied in the register OT9D/620 - 4.3.1999 at 9.00 am

976333.5 Mortgage to The National Bank of New Zealand Limited - 7.10.1999 at 11.11 am

978393.1 Mortgage to Shirley Isabelle Scott, Alistair Douglas Scott and Philip Anthony Tonkin and to William Murray Scott, Alistair Douglas Scott and Philip Anthony Tonkin in shares - 16.11.1999 at 11.26 am

5095758.1 Surrender of Exploration Permit 963356.1 - 16.10,2001 at 9:49 am

Transaction Id

963445

Historical Search Copy Dated 28/01/02 4:52 pm, Page 1 of 1

Client Reference

dabererombiedu

PART TAKEN BY GAZETTE d as a Rengeal of for NOTICE egistered in Vol. 357

LAND & DEE PERSONAL WIZEAGAND NG 1/- S D DISTRICT £66.6

Entered in the Register-book, Vol 386 Jol 138 the Sa day of March 19 (co oc) -57 o`clock. Mounda Land Registrer.

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image Quality due to Condition of Original

Pastoral Lease of Pastoral Land under the Land Act, 1948

No. 230

Edited Deed, made the part of the day of Barch one thousand nine hundred and fifty-nine between the Majesty the Ried (who, with his beies and successors, is becomed to as "the Lessor"), of the one part, and the thousand of New Zealand, The First Majesty that it considered to as "the Lessor", of the other part, WITNESSETH that in consideration of the roat becomenter reserved, and of the roat becomen to remark and agreements hereby considered and in the Lessor to be point, observed, and to formed, the Lessor that hereby domine and became that the Lessor that hereby domine and admeasurement the Lessor that hereby domine and admeasurement the Lessor that hereby domine and admeasurement that hereby domine and the Lessor that hereby domine and the Le , one themsaid nine hundred and fifty-nine

Other Sheet See

(hereinafter referred to as "the said land"), as the same in more particularly delineated in the plan drawn hereon and therein coloured red in outline; together wint the rights, easements, and appurtenances thereto belonging. TO HOLD the said members intended to be hereby denized unto the Lessee for the term of thirty-three years, commencing on the first day of July one thousand nine headed and fifty-nine together with the period between the date of this lesse and the aforesaid first day of July.

Yielding and paying therefor during the said term unto the Department of Lands and Survey as the Principal Land Office for the said Land District of Tales.

Yielding and paying therefor during the said term unto the Department of Lands and Survey as the Principal Land Office for the said Land District of Tales.

Yielding and paying therefor during the said term one hundred and fifty reunds the clear annual rent of one hundred and fifty reunds without demand by equal half-yearly payments in advance on the let day of July in each and every year during the said term.

And above posting on the let do the improvements specified in the Schedule hereto the sign of the referred of the improvements specified in the Schedule by a deposit of the land which sum is hereby acknowledged) and thereafter by

) the records of which sum is hereby acknowledged) and thereafter

) half-yearly instalments of

pounds shillings

peter (2 : :) on "he let day of January and

in the carle year in the same majorite as refer.

and with the Sewor as followership is to say

- 1. THAT the Leave will fully and punctably pay the cost largidefore reserved as the times and in the manner hareont-fore named in that technil; and also will pay and commonly, and onegoings whatever that now are or hereafter may be passived, levied, or payable in respect of the said tool or may part or parts thereof during the gold commonly.
- 2. That the Legger will willing one year after the date of this is a take up his positions on the said land, and thereafter throughout the term of the frace will reside continuously on the said land,
- 2. THAT the fewer will hold and one the said land been fall for his own use and lymph and will not transfer, awing, sublet, troupper, therefor, every or the land of the said land or any part thereof whiches approved of the land fettlement Beart: Provided that such approved will not be previous approved to the Chorn or to a Department of State.
 - 4. That the Leaves will as all times form the said land dilignative and in a husbandiste manner according to the rules of good husbandry and will not in any way
- 5. THAT the I-vice will throughout the term of his lesse to the satisfaction of the Commissioner of Crown Lands for the Land Dutriet of CCEGO (Astrinafor referred to at a Commissioner) and and third all line fences and bridger, clear and keep clear the said land of oil rections werein, and will comply strictly with the provisions of the Nazion, Weeds Act, 4698, 1950.

 5. THAT the fences will keep the said land free from wild animals, rabbits, and other version, and generally comply with the provisions of the I-vice deleteration of the I-vice deleteration.
- 7. That the lease will clear and char from woods and keep oper all creeks, drains disches, not watercourse upon the will laid, including any drains or disches which may be constructed by the anisationer after the commencement of the term of the leave; and will not at any edge without the prior consent of the Commissioner ofter the chancel of any each creek or watercourse or riop or direct the water flowing therein.
- R THAT the Lenner will at all times during the said form repair and maintain and keep in good relatantial repair, order, and condition all improvements belonging to the Grown (including them) provided in the February without the prior written content of the Commissioner, pull down or remove them or any part of them.
- 9. THAT the Lorses will immre all buildings belonging to the Crown facilities, there specified in the Sensities because which and long a paralleled in the name of the Commissioner in some memory offer approved by the Commissioner and will pay all premiums falling due under every rech immrance policy and deposit with the Commissioner every such policy and, not later than the fermon of the day on which any such proximal honores payable, the receipt for that premium.
- 10. THAT the Leases will not throughout the term of the issue without the price consent of the Commissioner, which consent may be given on such terms and conditions finding in payment of crystry) as the Commissioner thinks fit, fell, will or remote any timber, tree, or bush growing, standing, or lying on the said land, and that he will throughout the term of the lease prevent the destruction f any such timber, tree, or bush undern the Commissioner orderwise approves:
- Provided that the consent of the Commissioner as aferestid stall not be the said land nor where the timber or tree has been planted by the I case. sild shall not be necessary where any such timber of tree is required for any agricultural, pasteral, honsekeld, readmaking, or building purpose on
- II. THAT the Lesson shall not, except for the purpose of complying with any of the provisions of the Nassalla Tussick Act, 1916, burn any tweeck, seral, firm or grass on the said land, nor permit any sock, seral, firm, or grass on the said land to be burned, unless in richer case he shall have obtained the prior connect to writing of the Commissioner, which consent may be given subject to such terms conditions as the Commissioner may deem recovery.
- 12. THAT officers and employees of the Department of Internal Affairs shall at all titees have a right of ingress, ogress, and regress over the land comprised in this lease for the purpose of determining whether such land or any adjoining land is infessed with over, wild page, opening, or other animals which the said Department is rharged with the duty of exterminating or controlling, or for the purpose of destroying any such animals:

Provided that such officers and amployers in the performance of the said duties shall at all times avoid under disturbance of the Louve 's stock.

13. MAT the Lecces small exercise one core in coaching the said lend and shall not overstock.

15. See hereover. AND it is brisby agreed and declared by and between the Lemot and the Lerne:—

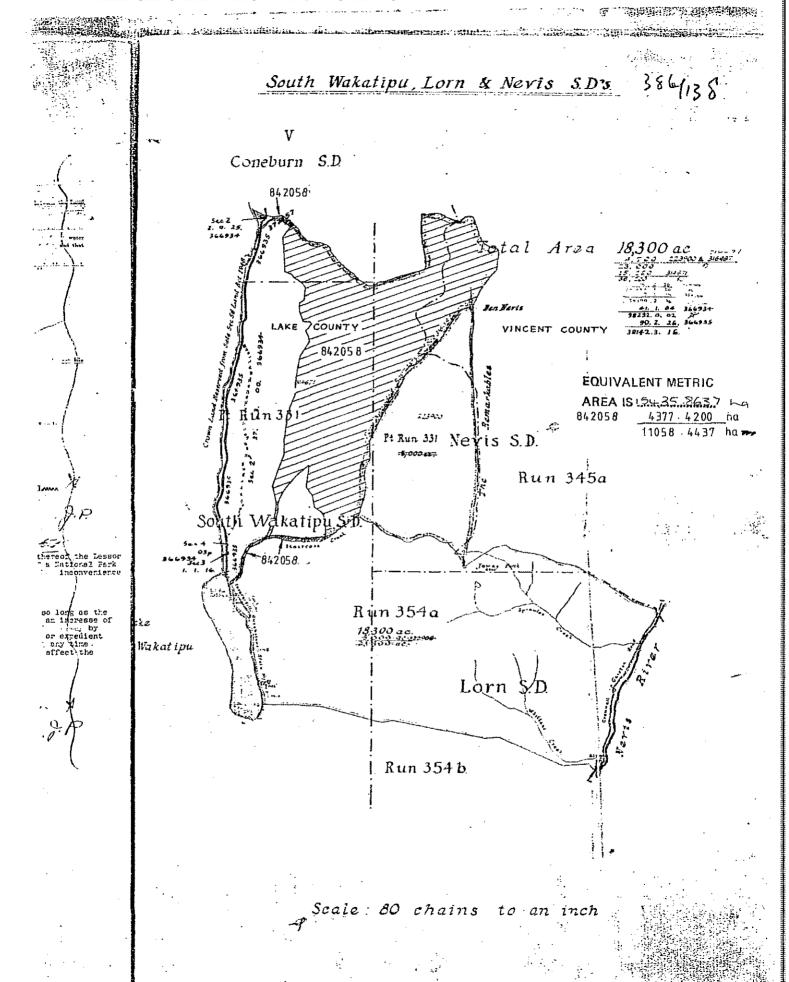
- (a) THAT the Legger shall have the exclusive right of personage over the said hard, but shall have an right to the soil.
- (b) THAT the Lesser shall Jage, no right, title, or claim shateseter to any minerals (within the toroning of the Land Act, 1946) on or under the curface of the said land, and all such minerals are reserved to bits Majesty together with a free right of way over the said bod in favour of the Commissioner or of any percen authorized by him and of all percent harfully sugged in the working, extraction, or removal of any mineral on or ends the neutron of the said land, or any adjacent lard of the Crown, subject to the payment to the Lessee of compensation for all damage does to improvements on the said land belonging to the Lessee in the working, extraction, or neutron of any much minerals;

Provided that they stall be to right of my over, or plantation, or receive any indiced from any har of the sail land which is for the time being under crop or used or situated within 100 pints of any buildings. Gwellinghouse:

Provided also that the Issuer may, with the prior convert in writing of the Commissioner, which consent may be given subject to such conditions at the Commissioner thinks fit, use any such indicate for any agricultural, partonal, horsebook, readvacing, or building purpose to the safe incid, but not otherwise.

Military Commission of the Com

(4) THAT upon the expiration by effiction of time of the term kereby granted and thereafter at the expiration of each succeeding term to be granted to the Lesses the congoing Lesses that have a right to obtain, in necessities with the provisions of section 66 (4) of the Land set, 1983, a new lease of the land hereby heard at a rest to be determined in the manner prescribed by Part VIII of the self of the real set of thirr-thirry years compared from the expiration of the term hereby granted and subject to the same coverage to and provisions as this leads, including this present provision for the teneral thereof and all provisions asofters or in relation thereto.



(d) THAT the Leave shall have no right of acquiring the fee-simple of the said land.

(e) TILAT the Leaves may, with the prior concent in writing of the Commissioner given subj

- (i) Califrate any portion of the said land for the purpose of geowing winter feed for the sto
- (ii) Crop such area of the said isud so is sufficient for the use of himself and family and his employees;

والمراجع أأأسه

- (iii) Plough and sow in great any postion of the said land;
- (iv) Clear my pursion of the said land by fellows and burning bush or some and now the land so clear
- (v) Surface now in grass any portion of the said had :

Provided that the lease shall, on the termination of the jease, leave the author-tion of the Commissioner.

- LAT the house state exercise the terms. see below
 - (a) That if the Levie shall have New Best or a landsce the raid has been if he same the found on if he shall replied or fall or entire to comply with the correspond or maked in the substance of the land Settlement Bourd or the Commissions at the case may be, or make default for not less than two months in large corder payments due to the latest that the land Settlement Bourd only religion to the procedure of section 166 of the Land Act, 1948, declare this without decharging or robering the Leven from hability for trut due or accoming due to for any proof breach of any coverant or condition of the leave. two months in the payment of rent, water, declare this lease to be furfeit, and that
 - (4) THAT these presents are mixtded to take offer as a parietal base scale; the Land Act, 1915, and the provisions of the said Act and of the regulations made brases shall be included in all respects upon the pariets hereto in the same manner as if noth provisions had been fully set not herein.

COURTER

чементе - Опточнана - го. жив «Анарук - Анарук - Выно-- Ревозывает- ву- - Так. - Бу-а

Bu Witness whereof the Commissioner of Crown Lands for the Land District of hand, and these presents have also been executed by the said Lessee. Signed by the said Commissioner, on behalf of the Lessor, in the presence of, - // Alanky Occupation , Class Addres : Kand & leading Tight Thesacons Signed by the above named as Lessee, in the presence ofon behalf of the Lessor, hath hereunts set his

ssioner of Crown Lands

J. N. Alchan J. P.

14. <u>Hereinbefore referred to:</u>

Addeces

The Lessee covenants and agrees that if at any time during the continuous of this lesse or any rowal thereof the Lessor shell resume any portion or portions of the land included in the lesse for the purpose of the creation of a Sational Fack the lesses shall not be entitled to any compensation or reduction in rental for any loss of greating or other inconvenience arising from such resumption but not including any less of substantial improvements.

(f) THAT the lessee shell be deemed not to have failed to use due gard in Stocking, or to have everateched so long as the number of sheep depastured on the said land does not exceed Sectinctuaire of 1210 breeding ewes (being an increase of ten per cent on the carrying especity on which is based the rent hereinberone reserved) but the Commissioner may by notice in writing permits the lesses to depasture thereon any greater names should be deen it advisable or expedient so to do. Any permission so greated shall be subject to reveasion, or a mendment by the Commissioner at any line and particularly in the event of a transfer. Any variation consented to by the Commissioner shall not affect the rent payable hereunder.

J. N. Nicken J. P

366 RELEASED LINDER THE OFFICIAL INFORMATION ACT 579074 Variation of Wortgage 512515/-(47 acres 1-rood .04 perches) at 2.15 pm adjoining boad and incorporating the said parts in within Lease (subject 581876 Court Order vesting mortgage 539570/2 in Shirley Isabelle Scott -30.8 1982 at 2.03 pm 615815 Variation of Mortgage at 2.05 pm OBSC 1985 366935 Gazette Notice taking parts of the leasehold estate herein (53 acres 2 roods 27 Perches) for the purposes of a road and taking other parts (36 acres 3 roods 39 perches) for better utilisation from and after the 15.2.1971 entered 23.2.1971 at 10.21 am _ M ./ Part of the adjoining land is now known as Section 10 (4996 ha) So 22367 - 23.10.1987 at 9.00 am. See Re Appellation 689491/1 A.L.R. 405907 Transfer to William Murray Scott of Kyeburn Farmer 49.6.2973 746023/1 Part of the within and at 9.22 am land is now known as Sections 1 (2290ha), 2 (4360na), 3 (1040ha), 4(240ha), 5 (7ha), 6 (10ha), 7(4200m2) and 8 (30ha) all SO 23209 -22.1.1990 at 9.43am See New Appellation 746023/ Prospecting Licence under the Mining Act 1971 affecting part of the Within land in favour of Carrentaria Exploration dompany for istary Limited for a term of the 25th day of Harch 1975. 763796 Mining licence under the Mining Act
1971 over Saut EBF the without land in favour
of L sauth in father than a term of 10 years
commencing on 1973 in at 10.36am See VOL 5D FOL See_9D/366 DISCHARGED A.I.R.
512515 Mortgage to The Rural Banking and Finance
Corporation of New Zeafage 11. 1979 at 2.00pm DISCHARCED 786897/3 Mortgage to The Rural Bank Limited - 28.8.1991 at 10747an 1999 533591 Transfer to Murray William Scott of Kingston Farmer - 28.4.1980 at 2.17pm 786897/4 Nemorandum of Priority ranking Mortgage 786897/3 as a first mortgage and Mortgage 539570/2 as a second mortgage - 28.8.1991 at 10.47am - A.L.R. 39570/1 Mort ag SEHABGERra Banking and Finance 8.1980 at 1.42 pm corporation of News Zong Fair 94 DISCHA 840935 Surrendered as to Sections 2, 539570/2 Mortgage to Will Cam 1999 5, 6 & 7 SO 25 20.10.1993 at (4377.4200 ha) -20.10.1993 11.8.1980 at 1.42 pm A.L.R. 555564 Variation of Mortgage 539570/1 -842058 Surrender of the within lease as 8.6.1981 at 11.46 am to Sections 2, 5, 6 & 7 SO 23209 (4377.4200ha) shown hatched black hereon effective from 1 July 1990 - 5.11.1993 at A.L.R.
561644 Mortgage to The Rural Banking and Finance
Corporation of New Zealand 14.9(198) at 2.22pm 10.48am musarett A.L.R. OUER - - -

98

Sections 1, 3, 4 and 8 SO Plan 23209 are now known as Sections 1, 3, 4 and 5 SO Plan 23882 (3601.88 ha) - 21.3.1994 at 9.05am See new appellation 851575

866577 Memorandum renewing the within lease for a further term of 33 years commencing on the 1st July 1992 and fixing (for the first 11 years) the annual rent at \$10,500 calculated on a rental value of \$700,000 -4.10.1994 at 11.47am

Jumavett

A.L.R.

905135 Exploration Permit under Crown Minerals Act 1091 over part of the within land in favour of Dunstan Mining Limited for the term of 3 years commencing on the 24.3.1996 - 4.4.1996 at 9.25 am 9D/543

Elward

963356.1 Exploration Permit under Section 81 Crown Minerals Act 1991 Term 5 years from 16.2.1999 4.3.1999 at 9.00 9D/626

of a 1/2 share 976333.3 Transfer/to Karen Jan Scott

976333.4 Transfer to Murray William Scott, Karen Jan Scott and Polson Higgs Nominees Limited

976333.5 Mortgage to The National Bank of New Zealand Limited all 7.10.1999 at 11.11

K Patril

978393.1 Mortgage to Shirley Isabelle Scott, Alistair Douglas Scott and Philip Anthony Tonkin and to William Murray Scott, Alistair Douglas Scott and Philip Anthony Tonkin in shares 16.11.1999 at 11.26