

Crown Pastoral Land Tenure Review

Lease name: LONGSLIP

Lease number: PO 020

Substantive Proposal

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

August

05



PROPOSAL FOR REVIEW OF CROWN LAND
Under Part 2 of the Crown Pastoral Land Act 1998

Date: |4 Acci\ 2005

Parties

Holder:

Longslip Station Limited

C/- Scott & Co Limited Chartered Accountants 27A Coquet Street OAMARU

Commissioner of Crown Lands:

C/- Manager for Tenure Review DTZ New Zealand Limited PO Box 27 Alexandra

The Land

Lease: Longslip Station

Legal Description: Part Run 233 situated in Longslip Survey District and Block VI and VII Ahuriri

Survey District, part Run 235A situated in Longslip Survey District, Section 1, Block VII Ahuriri Survey District, Sections 1, 2, and 3 SO Plan 23073, Sections 2

and 4 SO Plan 22899.

Area: 15058.6988 hectares

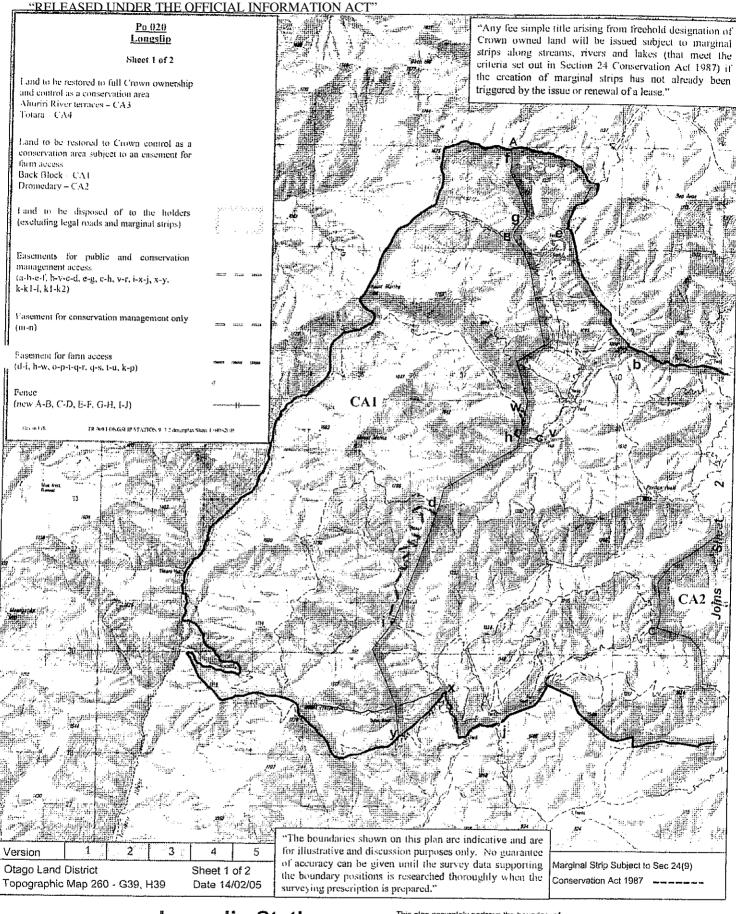
Certificate of Title/Unique Identifier: OT 338/37

Summary of Designations

Under this Proposal, the Land is designated as follows:

- (a) The Crown Land (shown marked in pink on the Plan) is to be restored to, or retained by, the Crown as set out in Schedules One and Two; and
- (b) The Freehold Land (shown marked in green on the Plan) is to be disposed by freehold disposal to the Holder as set out in Schedule Three subject to protective mechanisms.

1 The Plan

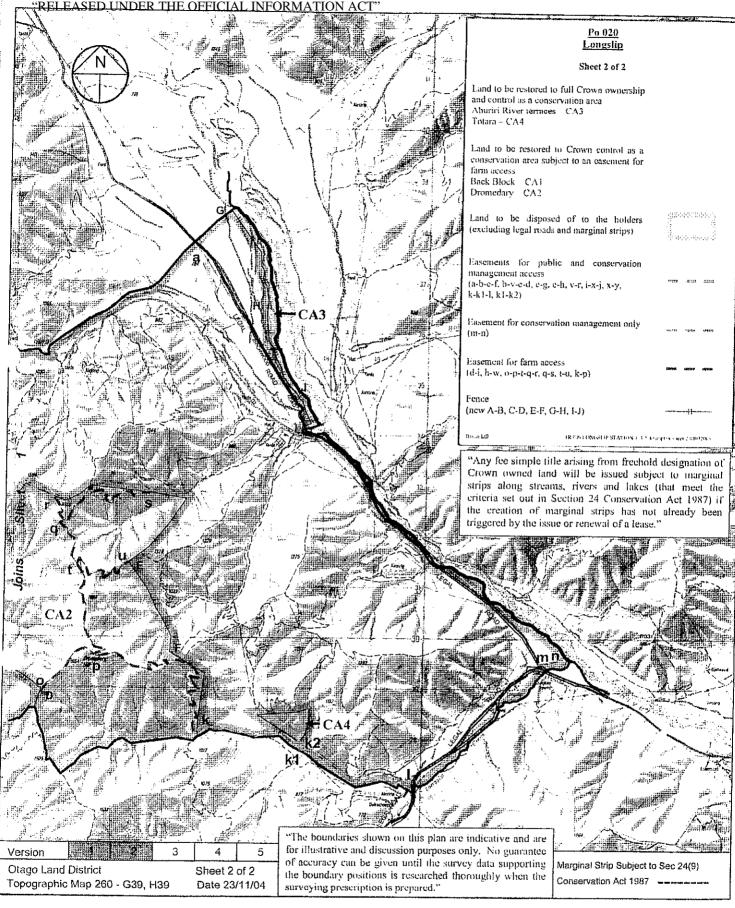


Longslip Station

1000 1500 2000 2500 3000 3500 4000

This plan accurately portrays the boundary of Longslip Pastoral Lease amended by SO 331439 and SO 335532 and the land status is unchanged from that certified by the Chief Surveyor on 1/9/99. Murray Bradley, Crown Accredited Supplier





Longslip Station

Scale 1:50000

0 500 1000 1500 2000 2500 3000 3500 4600 4500 5000

This plan accurately portrays the boundary of Longslip Pastoral Lease amended by SO 331439 and SO 335532 and the land status is unchanged from that certified by the Chief Surveyor on 1/9/99. Murray Bradley, Crown Accredited Supplier



2 Conditions

2.1 This Proposal, and any agreement arising therefrom, is subject to the conditions contained in Schedule Four (if any).

3 Settlement

- 3.1 Unless otherwise agreed by the parties, the Settlement Date for the disposal of the Freehold Land to the Holder by freehold disposal will be the day that is TEN (10) working days following the day on which Land Information New Zealand notifies the Commissioner that the Final Plan and a copy of this Proposal are registered in accordance with the Act.
- 3.2 The Freehold Land will be disposed of to the Holder under the Land Act 1948.

4 Holder's Payment

- 4.1 By 3.00 p.m. on the Settlement Date, the Holder must pay the Holder's Payment and all other money payable to the Commissioner or the duly appointed agent of the Commissioner by bank cheque without set-off or deduction of any kind in accordance with the settlement requirements of the Commissioner.
- 4.2 If the Holder fails to pay the Holder's Payment or any part of it or any other money to the Commissioner or to the duly appointed agent of the Commissioner on the Settlement Date clause 19 will apply.

5 Commissioner's Payment

- 5.1 The Commissioner shall pay the Commissioner's Payment to the Holder on the Settlement Date.
- No interest shall be payable to the Holder by the Commissioner in respect of the Commissioner's Payment, including (without limitation) for the period from the Vesting Date to the Settlement Date.

6 Vesting of Crown Land

6.1 The Crown Land will vest in the Crown on the Vesting Date.

7 Issue of Certificate of Title

- 7.1 Notwithstanding any other provision in this Proposal, the Commissioner will not request that the Surveyor-General issue a certificate to the Registrar pursuant to section 116 of the Land Act 1948 (to enable a certificate of title to issue for the Freehold Land) unless and until:
 - (a) the Commissioner has received the Holder's Payment from the Holder under clause 4, and all other money payable by the Holder under this Proposal and the Notice;
 - (b) the Holder has provided to the Commissioner duplicate copies of the certificate of title relating to the Lease (if any) and/or the Lease if requested by the Commissioner;
 - (c) the Holder has signed and returned to the Commissioner all documents required by the Commissioner to be signed by the Holder to give effect to this Proposal (including, without limitation, any permit, covenant, easement and/or any other document); and
 - (d) the Holder has procured a registrable discharge of any Mortgage and provided this to the Commissioner together with any new mortgage documents to be registered against the Freehold Land.

8 Registration of Documents

8.1 Subject to clause 7, the Commissioner will lodge all documents necessary to give effect to this Proposal (including, without limitation any easement, covenant, discharge of mortgage, and/or duplicate copy of the Lease) and any new mortgage documents to be registered against the

certificate of title to be issued for the Freehold Land so that the certificate of title for the Freehold Land will issue subject to the encumbrances provided in this Proposal. Any new mortgage will be registered after any other encumbrances such as any easements and/or covenants are registered.

9 Consents

- 9.1 The Holder must obtain the written consent to the Holder's acceptance of this Proposal from all persons having an interest in the Land (other than the Holder), including, but not limited to:
 - (a) any Mortgagee(s);
 - (b) any party entitled to the benefit of a land improvement agreement registered against the Lease and/or the Land; and
 - (c) any other person that the Commissioner reasonably believes has an interest in the Land or who the Holder reasonably believes has an interest in the Land, whether registered or not.
- 9.2 The consents required under clause 9.1 must be in a form acceptable to the Commissioner in all respects and be returned to the Commissioner with this Proposal on its acceptance by the Holder. Examples of the form of consents required under clause 9.1 are set out in Appendix 1.
- 9.3 The Holder must also obtain, and provide to the Commissioner if requested, all consents necessary for the Holder to accept this Proposal including (without limitation) any:
 - (a) corporate and/or trustee consents; and
 - (b) consent required under the Overseas Investment Act 1973 and the Overseas Investment Regulations 1995.
- 9.4 The Holder will procure the Mortgagee to execute a registrable discharge of the Mortgage and, if required by the Mortgagee, the Holder will execute registrable new mortgage documents and forward these to the Commissioner to be registered as set out in clause 8.
- 9.5 If required by the Mortgagee, the Commissioner will provide an undertaking that, subject to the provisions of clause 7 being satisfied, the Commissioner will register the discharge of the Mortgage and register any new mortgage against the certificate of title for Freehold Land at the same time as the certificate of title for the Freehold Land issues.

10 Continuation of Lease

- 10.1 The Lease will remain in full force and effect until a certificate of title issues for the Freehold Land. Notwithstanding when Settlement Date occurs, until a certificate of title issues for the Freehold Land the Holder will duly and punctually comply with all obligations on its part under the Lease (other than as set out at clause 12.1 (b)) and the Lease will remain in full force and effect.
- 10.2 From the date that a certificate of title is issued for the Freehold Land the Lease is deemed to be surrendered and, subject to clause 10.3, the Commissioner releases and discharges the Holder from the performance and observance of all covenants, conditions and obligations under the Lease.
- 10.3 The release and discharge in clause 10.2 is without prejudice to:
 - (a) the rights, remedies and powers of the Commissioner contained in the Lease (except as varied in accordance with clause 12.1(b)); and
 - (b) will not release or discharge the Holder from any liability under the Lease.
 - arising prior to the date that the certificate of title for the Freehold Land is issued, under any statute or by any reason where such liability is due to the fault of the Holder.
- 10.4 As from the Vesting Date, the Holder will not have any estate, right or claim against any of the land, improvements, fencing, buildings, structures, fixtures, fittings or chattels on the Crown Land (subject to the provisions of any permit, easement, concession, other encumbrance or document provided under this Proposal). The Holder will not be entitled to any compensation

for any of its improvements, fencing, buildings, structures, fixtures, fittings or chattels which are on the Crown Land as at the Vesting Date.

11 Fencing and Construction

- 11.1 If the Holder has accepted this Proposal and that acceptance has taken effect pursuant to the Act, the Commissioner will, at its cost, erect new fencing approximately along the line marked as such on the Plan (if any).
- 11.2 The Commissioner will erect the fencing referred to in clause 11.1 according to the specifications in Appendix 3. The ongoing maintenance of the fencing referred to in clause 11.1 will be under the terms of the Fencing Act 1978.
- 11.3 If the Commissioner has not completed any fencing as set out in Appendix 3 by the Settlement Date, the Holder agrees that the Commissioner may register a covenant, on terms entirely satisfactory to the Commissioner (in the Commissioner's sole discretion), over the Freehold Land to enable the Commissioner to complete such fencing. The Holder will do all things necessary (including signing any document) to enable the Commissioner' to register such a covenant.
- 11.4 If the Holder has accepted this Proposal and that acceptance has taken effect pursuant to the Act, the parties will (or the relevant will (as the case may be)) undertake the construction works set out in Appendix 3 on the terms and conditions set out in Appendix 3.

12 Apportionments

- 12.1 Rent payable under the Lease in respect of the Freehold Land shall be apportioned as follows:
 - (a) Rent paid or payable will be apportioned on the Settlement Date as at the Settlement Date and either deducted from or added to (as the case may be) the amount required to settle.
 - (b) Notwithstanding that the Lease continues in effect until a certificate of title issues for the Freehold Land, the Holder shall not be required to pay any rent under the Lease for the Freehold Land from the Settlement Date.
- 12.2 Rent paid or payable under the Lease for the Crown Land will be apportioned on the Settlement Date as at the Vesting Date and either deducted from or added to (as the case may be) the amount required to settle.
- 12.3 All rates, levies, and all other incomings and outgoings and other charges receivable from or charged upon the Freehold Land will, unless otherwise agreed by the parties, be apportioned on the Settlement Date as at the Settlement Date.
- 12.4 All rates, levies and all other incomings and outgoings and other charges receivable from or charged upon the Crown Land will be apportioned on the Settlement Date as at the Vesting Date and either deducted from or added to (as the case may be) the amount required to settle.
- Following the date that a certificate of title issues for the Freehold Land, the Commissioner will undertake a final apportionment and either the Commissioner will pay to the Holder, or the Holder will pay to the Commissioner, any additional amounts due because of any payments made or received by one party on behalf of the other for the period from the Settlement Date to the date on which a new certificate of title issues for the Freehold Land.

13 Risk

On and with effect from the Unconditional Date all risk of any nature in respect of the Freehold Land will pass from the Commissioner to the Holder. For the avoidance of doubt, the Holder's current risk in respect of matters arising under the Lease, including, without limitation, the Holder's risk in respect of all improvements, buildings, fencing, fixtures, fittings and chattels, will continue to remain with the Holder until the Lease is deemed to be surrendered under clause 10.2.

13.2 The Holder will be required to comply with its settlement obligations under this Proposal irrespective of any damage to, or destruction of, the Freehold Land prior to the Settlement Date.

14 Survey

- All areas of the Land forming part of this Proposal and delineated on the Plan are approximate and subject to preparation of the Final Plan. The measurements of the areas may therefore alter on the Final Plan.
- 14.2 No error, misdescription or amendment of any part of the Land will annul, vary, or derogate from this Proposal, or the Holder's acceptance of this Proposal.
- 14.3 For the avoidance of doubt, the Holder will not be entitled to cancel or withdraw its acceptance of this Proposal, nor will the Holder, or any successor in title of the Holder or any party with an interest in the Land, be entitled to payment of any compensation, should any area of the Land on the Final Plan have a different measurement to the area specified in this Proposal.
- 14.4 The Commissioner does not warrant that any existing fence is erected on, or that any new fence to be erected will be on, any boundaries of the Land or any part of the Land as outlined on the Plan or the Final Plan.

15 Holder's Acknowledgments

- 15.1 If the Holder accepts this Proposal and that acceptance takes effect under the Act, the Holder acknowledges that:
 - (a) it is obtaining the freehold interest in the Freehold Land:
 - (i) "as is", solely in reliance on its own investigations and judgement; and
 - (ii) not in reliance on any representation or warranty made by the Commissioner, its employees, agents or any other person or persons directly or indirectly associated with the Commissioner:
 - (b) the Holder has carried out all inspections of the Freehold Land which the Holder considers necessary to satisfy itself as to all matters relating to the Freehold Land;
 - (c) the Holder, at its cost, is entirely responsible for all work to ensure that the Freehold Land complies with all applicable laws including (without limitation):
 - (i) the Resource Management Act 1991; and
 - (ii) any rule in any plan, resource consent or other requirement issued under the Resource Management Act 1991, and
 - (iii) the Building Act 1991; and

the Holder hereby indemnifies and will indemnify the Commissioner against all losses, damages and expenses incurred by the Commissioner and against all claims made against the Commissioner in respect of any work or costs for which the Holder is liable under this clause 15:

- nothing in this Proposal is affected by, and the Commissioner has no liability of any nature in respect of, the existence or terms of any leases, licences or other occupation rights of any nature (if any) granted by the Holder in respect of the Land; and
- (e) the Holder has no claim (and will not have any claim) whatsoever against the Crown and/or Commissioner in relation to the Tenure Review and/or this Proposal, including (without limitation) any claim for any misrepresentation or for any loss or damage suffered whether in contract, tort (including negligence) or otherwise.

16 No Representations or Warranties by the Commissioner

16.1 The Commissioner gives no representations or warranties of any nature in respect of the Freehold Land. Without limitation, the Commissioner does not warrant:

- (a) the accuracy of any matter in the Notice or this Proposal or in any notice, or any correspondence or other information provided to the Holder by the Commissioner or by any agent, contractor or employee of the Commissioner; or
- (b) that the Freehold Land is or will remain suitable for the Holder's use; or
- (c) that the Freehold Land complies with all or any statutory, territorial authority or any other legal requirements affecting or relevant to the Freehold Land.

17 Acceptance

- 17.1 The Holder's acceptance of this Proposal is irrevocable and constitutes a binding agreement between the Commissioner and the Holder.
- 17.2 If the Commissioner does not receive an acceptance to this Proposal from the Holder within three (3) months of putting it (in its substantive form) to the Holder, the Holder is deemed to have rejected this Proposal.

18 Solicitors Certificate

- 18.1 The Holder must procure the Holder's solicitors to provide the Commissioner with a solicitor's certificate (in a form satisfactory to the Commissioner, in its reasonable opinion) relating to such matters as the Holder's execution of this Proposal and the Holder's execution of any documents required to give effect to this Proposal (including, without limitation any easement, protective mechanism and/or concession). An example of the form of solicitors certificate required is set out at Appendix 2.
- 18.2 The Holder must return the completed solicitor's certificate to the Commissioner with this Proposal on its acceptance by the Holder.

19 Default

- 19.1 If from any cause whatever (except the default of the Commissioner) all or any part of the Holder's Payment or any other money payable by the Holder to the Commissioner is not paid on the due date the Holder will pay to the Commissioner interest at the Default Rate on the part of the Holder's Payment or any other money payable by the Holder to the Commissioner so unpaid from the due date until the date of actual payment in full.
- 19.2 The Commissioner's rights under this clause 19 are without prejudice to any other rights or remedies available to the Commissioner at law or in equity.

20 Goods and Services Tax

- 20.1 The Commissioner and the Holder warrant to each other that they are registered for GST purposes.
- 20.2 On the 10th working day following the Unconditional Date, the Commissioner will provide to the Holder a GST invoice in respect of the supply evidenced by the Holder's Consideration. The invoice will specify the Commissioner's GST Date.
- 20.3 The Holder will pay GST on the Holder's Consideration to the Commissioner by bank cheque on the Commissioner's GST Date, time being of the essence.
- 20.4 On the 10th working day following the Unconditional Date, the Holder will provide to the Commissioner a GST invoice in respect of the supply evidenced by the Commissioner's Consideration.
- 20.5 The Commissioner will pay GST on the Commissioner's Consideration to the Holder on the Commissioner's GST Date, time being of the essence.
- 20.6 Where any GST is not paid to the Commissioner or to the Holder (as the case may be) in accordance with this clause 20, the Holder will pay to the Commissioner, or the Commissioner will pay to the Holder (as the case may be), upon demand and together with the unpaid GST:
 - interest, at the Default Rate, on the amount of the unpaid GST and which will accrue from the Commissioner's GST Date until the date of payment of the unpaid GST; and

(b) any Default GST.

21 Lowest price

- 21.1 The Holder's Consideration does not include any capitalised interest and the parties agree that the "lowest price" for the purposes of valuing the Freehold Land under section EH 48(3)(a) of the Income Tax Act 1994 is equal to the Holder's Consideration.
- The Commissioner's Consideration does not include any capitalised interest and the parties agree that the "lowest price" for the purposes of valuing the Crown Land under section EH 48(3)(a) of the Income Tax Act 1994 is equal to the Commissioner's Consideration.

22 Costs

- 22.1 The Commissioner will meet the costs of the survey (if any) of the Land, including all designation areas, the Final Plan and for a certificate of title to issue for the Freehold Land.
- The Holder is responsible for all costs the Holder incurs in respect of and incidental to the Tenure Review. In particular, but without limitation, the Holder shall bear all its costs in relation to the review of all documentation forming part of the Tenure Review (including this Proposal), and all professional advice provided to or sought by the Holder.

23 No nomination or assignment

23.1 The Holder'is not entitled to, and is expressly prohibited from, nominating another person to perform the Holder's obligations under this Proposal or assigning to another person the Holder's interest (or any part) under this Proposal.

24 Recreation Permit

24.1 Immediately on the registration of the Final Plan and a copy of the proposal to which it relates over the Land and pursuant to s64 of the Act, any recreation permit granted over the Land shall be determined.

25 General

- 25.1 This Proposal and the Notice:
 - (a) constitute the entire understanding and agreement between the Commissioner, the Crown and the Holder in relation to the Tenure Review; and
 - (b) supersede and extinguish all prior agreements and understandings between the Crown, the Commissioner and the Holder relating to the Tenure Review.
- 25.2 Each provision of this Proposal will continue in full force and effect to the extent that it is not fully performed at the Settlement Date.
- The Holder must comply with the Commissioner's requirements for the implementation and settlement of the Tenure Review contemplated by this Proposal.
- 25.4 The Commissioner and the Holder will sign and execute all deeds, agreements, schedules and other documents and do all acts and things as may be reasonably required by the other to effectively carry out and give effect to the terms and intentions of this Proposal.
- 25.5 This Proposal is governed by, and must be construed under, the laws of New Zealand and the Commissioner and the Holder irrevocably submit to the jurisdiction of the New Zealand courts or other New Zealand system of dispute resolution.
- 25.6 The illegality, invalidity or unenforceability of any provision in this Proposal will not affect the legality, validity or enforceability of any other provision.
- 25.7 In relation to notices and other communications under this Proposal:
 - (a) each notice or other communication is to be in writing, and sent by facsimile, personal delivery or by post to the addressee at the facsimile number or address, and marked for the attention of the person or office holder (if any), from time to time designated for

that purpose by the addressee to the other party. Other than the address to which the Holder is to send its acceptance of this Proposal (which the Commissioner will specifically notify the Holder of) the address, person or office holder (if any) for each party is shown on the front page of this Proposal;

- (b) no communication is to be effective until received. A communication will be deemed to be received by the addressee:
 - in the case of a facsimile, on the working day on which it is despatched or, if despatched after 5.00 p.m. on a working day or, if despatched on a nonworking day, on the next working day after the date of dispatch;
 - (ii) in the case of personal delivery (including, but not limited to, courier by a duly authorised agent of the person sending the communication), on the working day on which it is delivered, or if delivery is not made on a working day, on the next working day after the date of delivery; and
 - (iii) in the case of a letter, on the fifth working day after mailing (postage paid).

26 Interpretation

26.1 Definitions

In this Proposal unless the context otherwise requires:

Act means the Crown Pastoral Land Act 1998;

Commissioner means the Commissioner of Crown Lands appointed under section 24AA of the Land Act 1948;

Commissioner's Consideration means the amount payable by the Commissioner to the Holder by equality of exchange for the surrender of the leasehold interest in the Lease in relation to the Crown Land, as specified in the Notice;

Commissioner's GST Date means the earlier of Settlement Date or the fifth working day before the day on which the Commissioner is due to pay to the Inland Revenue Department all GST payable by the Commissioner in respect of the supply made under this Proposal;

Commissioner's Payment means the balance of the Commissioner's Consideration payable by the Commissioner to the Holder by equality of exchange for the Crown Land, as specified in the Notice (if any);

Crown Land means the land (including any improvements) set out in Schedule One and the land (including any improvements) set out in Schedule Two (if any);

Default GST means any additional GST, penalty or other sum levied against either the Commissioner or the Holder under the Goods and Services Tax Act 1985 or the Tax Administration Act 1994 by reason of either the Commissioner or the Holder failing to pay GST as required by this Proposal. It does not include any sum levied against the Commissioner or the Holder by reason of a default by the Commissioner after payment of GST to the Commissioner by the Holder or by reason of a default by the Holder after payment of GST to the Holder by the Commissioner;

Default Rate means the floating rate agreement mid-point thirty day bank bill rate as at 10.45 a.m. on Reuters' page BKBM on the date on which the relevant payment becomes due and payable plus 500 basis points and compounded monthly;

Final Plan means the final plan for the Land prepared and submitted by the Commissioner to the Surveyor-General under sections 62(4)(c) and (d) of the Act;

Freehold Land means the land set out in Schedule Three;

GST means all goods and services tax payable by the Commissioner or the Holder under the Goods and Services Tax Act 1985 in respect of their respective supplies evidenced by this Proposal;

Holder means holder shown on the front page of this Proposal (being the lessee under the Lease);

Holder's Consideration means the amount payable by the Holder to the Commissioner by equality of exchange for the freehold of the Freehold Land, as specified in the Notice;

Holder's Payment means the balance of the Holder's Consideration payable by the Holder to the Commissioner by equality of exchange for the freehold of the Freehold Land, as specified in the Notice (if any);

Land means the land subject to the Tenure Review identified on the front page of this Proposal;

Lease means the lease described on the front page of this Proposal;

Mortgage means any mortgage (registered or unregistered) over the Land;

Mortgagee means the holder of any Mortgage;

Notice means the notice to the Holder setting out:

- (a) the Holder's Consideration;
- (b) the Commissioner's Consideration; and
- (c) the Holder's Payment or the Commissioner's Payment (as the case may be);

which includes amounts proposed to be paid by way of equality of exchange and accompanies this Proposal, but is not part of this Proposal;

Plan means the plan of the Land showing all designations on page 2 of this Proposal;

Registrar means the Registrar-General of Lands appointed pursuant to section 4 of the Land Transfer Act 1952;

Settlement Date means the settlement date defined in clause 3.1;

Surveyor-General means the Surveyor-General appointed under section 5 of the Cadastral Survey Act 2002;

Tenure Review means the tenure review of the Land being undertaken by the Commissioner under the Act;

Unconditional Date means the date that the Commissioner receives from the Holder an executed copy of this Proposal signed by the Holder containing the signed consents of all persons having an interest in the Land to the Holder's acceptance of this Proposal which results in the acceptance taking effect under the Act;

Vesting Date means the date on which the Crown Land vests in the Crown pursuant to the Act;

working day means a day that is not a Saturday, a Sunday, Waitangi Day, Good Friday, Easter Monday, Anzac Day, the Sovereign's birthday, Labour Day, or a day during the period commencing on any Christmas Day and ending with the 15th day of the following January or a day which is a provincial holiday in the place where the obligation is to be performed.

26.2 Construction of certain references

In this Proposal, unless inconsistent with the context:

- (a) a reference to a certificate of title includes a reference to a computer register;
- (b) words importing a gender include all genders:
- reference to a statute includes reference to all enactments that amend or are passed in substitution for the relevant statute and to all regulations relating to that statute;
- (d) words in the singular include the plural and vice versa;
- (e) reference to a month means a calendar month;

- (f) reference to a person means an individual, a body corporate, an association of persons (whether corporate or not), a trust or a state or agency of a state (in each case, whether or not having separate legal personality);
- (g) references to sections, clauses, sub-clauses, parts, annexures, attachments, appendices, schedules, paragraphs and sub-paragraphs are references to such as they appear in this Proposal and form part of this Proposal;
- (h) headings are included for ease of reference only and will not affect the construction or interpretation of this Proposal;
- (i) all monetary amounts are expressed in New Zealand currency;
- references to obligations includes reference to covenants, undertakings, warranties and, generally, obligations or liabilities of any nature properly arising whether directly or indirectly, under or in respect of the relevant contract, agreement or arrangement;
- (k) all references to times are references to times in New Zealand;
- (i) If the Holder comprises more than one person, each of those person's obligations, as Holder, will be both joint and several.

Schedule One: Provisions relating to the Schedule One Land

1 Details of Designation

1.1 Under this Proposal the land shown marked in pink and labelled "CA3" and "CA4" on the Plan, being 83 hectares (approximately), is designated as land to be restored to or retained in full Crown ownership and control as conservation area held for the purpose of the protection of conservation values.

Schedule Two: Provisions relating to the Schedule Two Land

1 Details of designation

- 1.1 Under this Proposal the land shown marked in pink and labelled "CA1" and "CA2" on the Plan, being 5760 hectares (approximately), is designated as land to be restored to or retained in Crown ownership and control as conservation area held for the purpose of the protection of conservation values subject to:
 - (a) the concession substantially set out in Appendix 4.

2 Information Concerning Proposed Concession

- 2.1 **Description of proposed activity:** Easement concession to the adjoining land holder for farm management purposes.
- 2.2 Description of area where proposed activity to be carried out and proposed status:

Easement 1 Longslip Creek | Mt Dromedary: This easement starts near the Dalrachney/Longslip boundary at GR 457 281 and follows a zig zag farm track to the top of Mt Dromedary. From here it diverts south west along the main ridge to GR 426 290 as well as following the main ridge to the NNW to point height 1606 at GR 424 328. The track also diverts NE below 1606 to the NNE to GR 434 329. Another short diversion occurs at 1604 m at GR 434 307 and heads east to 1400m approx at GR 440 313.

Easement 2 Back Block: This easement lies in the upper catchment of the Lindis River and follows an existing farm track from GR 356 306 along the existing fenceline for 1 km before zig zaging up the hill slope onto the main ridge at 1650m at GR 364 327.

2.3 Description of potential affects of the proposed activity and any actions proposed to avoid, mitigate or remedy any adverse affect:

This easement is along an existing high country 4-wheel drive track. This track will be used occasionally by the public as a direct access route to public Conservation lands for walking, mountain biking and horses. Access will also be used occasionally by the Department of Conservation for management purposes. The principle user will be the holder of the adjoining freehold, as this will allow Longslip Station access to its freehold land. Continual and indiscriminate use will cause the track to deteriorate and become impassable. The easement is only 10 metres in width so that any localised damage will be confined to a limited area. The concession document ensures that the provisions of the Conservation Act 1987 apply. Any maintenance of the track is the responsibility of the Concessionaire but will require consent of the Grantee.

Stock movement along the track may cause some localised grazing and weed problems. However this situation will be closely monitored and the Concessionaire has the responsibility of controlling weeds. Slow stock drift will be actively discouraged. This access route has been in place many decades and despite the ravages of time the effects have been minimal and it is not anticipated that farm use will increase.

2.4 Details of the proposed type of concession:

A concession easement under S. 17Q Conservation Act 1987.

2.5 Proposed duration of concession and reason for proposed duration:

Proposed duration: In perpetuity

Reason for proposed duration: This access route is critical to the operation of Longslip Station as part this review dissects the farm as well as removing key farm tracks that are vital for the economic use of the property into the public Conservation Estate. This access way allows the holder to farm the freehold land in an economic and sustainable way. The easement must be for the longest possible term to give the holder permanent practical access rights.

2.6 Relevant information about the proposed Grantee including information relevant to the Grantee's ability to carry out the proposed activity:

Proposed Grantee: Longslip Station Limited

Relevant information: Longslip station has entered into Tenure Review voluntarily and has been keen for some time to resolve some long-standing issues. Under the Land Act tenure review process an agreement for access was under active discussion, so it is felt that the holders aims and aspirations are genuine. The proposed access easement has been used for farming purposes for a number of years and the impact on the landscape has been minimal.

Schedule Three: Provisions relating to the Schedule Three Land

1 Details of designation

- 1.1 Under this Proposal the land shown marked in green on the Plan, being 9216 hectares (approximately) is designated as land to be disposed of by freehold disposal to the Holder subject to:
 - (a) Part IVA of the Conservation Act 1987;
 - (b) Section 11 of the Crown Minerals Act 1991; and
 - (c) the easement substantially as set out in Appendix 5.

Schedule Four: Conditions

The holder may remove internal fences within the proposed conservation area CA2 at its own cost within five years of signing a substantive proposal subject to there being no disturbance to the soil and the site being left tidy.

Appendix 1: Consents – Example of Mortgagee Consent Pyne Gould Guinness Limited & PGG Finance Limited] as Mortgagee under Mortgage [5364444.3] ("the Mortgage"), hereby: [] ("the Proposal") by [the consents to acceptance of the Proposal dated [Holder] ("the Holder") pursuant to the Crown Pastoral Land Act 1998 and agrees and consents (a) to the registration of the documents affecting the Freehold Land referenced in the Proposal prior to the registration of any new mortgage to be granted in its favour over the Freehold Land; and agrees to sign and execute all deeds, agreements, schedules and other documents and do all acts and things as may be reasonably required by the Holder or the Commissioner to register a (b) discharge of the Mortgage and any new mortgage over the Freehold Land. Dated: SIGNED by [in the presence of: Witness Signature: Signer for and on behalf of Pyne Gould Guinness Lad: Witness Noteristian Hance Occupation: MANAGER & PGG Finance Limited CHRISTCHURCH Director/Authorised Person

Director/Authorised Person

ā	ndix 1: Consents – E	xample (of Mortgagee	Consent
Appe] ("the Mortgage"), hereby:
[] as Mortga	jee unde	r Mortgage [
(a)	consents to acceptant Holder] ("the Holder") to the registration of the	pursuan	[fo file Clowit	d [] ("the Proposal") by [the Pastoral Land Act 1998 and agrees and consents the Freehold Land referenced in the Proposal priogranted in its favour over the Freehold Land; and
(b)	agrees to sign and ex	ecute all	deeds, agreer	nents, schedules and other documents and do all ed by the Holder or the Commissioner to register a igage over the Freehold Land.
Date	d:			
	NED by [e presence of:	1)	
Witn	ess Signature:			
Occ	ness Name: upation: ress:			

Appendix 1: Consents (cor	ntinued) - Example of	"Other" Consent	
[], be against Lease [[the Holder] pursuant to the		to the acceptance of the Propo] registered sal dated [] by
Dated:			
SIGNED for and on behalf of [in the presence of:	1)	- Intelligible Control	
Witness Signature:			
Witness Name: Occupation:			

Appendix 2: Example of Solicitors Certificate

Certifications

I hereby certify as follows:

The entry into the Proposal dated [] ("the Proposal") by [insert name of Holder] ("the Holder") and performance of the Holder's obligations under the Proposal have been duly authorised by the trustees of the [insert name of trust] in accordance with its trust deed **OR**

[[insert name of Holder] ("the Holder") has delegated responsibility for signing the Proposal on its behalf to an attorney in accordance with its constitution. The attorney of the Holder has properly executed the Proposal in accordance with this power of attorney and in accordance with the Holder's constitution and a certificate of non-revocation is enclosed.]

- The consent of each person that has an interest (registered or unregistered) in the Land (as that
 term is defined in the Proposal), to the Holder's acceptance of the Proposal has been obtained
 and included in the copy of the Proposal, signed by the Holder, that has been provided to the
 Commissioner.
- [No consent, licence, approval or authorisation by any court, regulatory authority or
 governmental agency is required to enable the Holder to accept the Proposal, perform the
 Holder's obligations under the Proposal and to acquire the freehold interest in the Land (as
 defined in the Proposal).] OR

[All necessary consents, licences, approvals and authorisations required to enable the Holder to accept the Proposal, perform its obligations under it and to acquire the freehold interest in the Land (as defined in the Proposal) have been obtained. Evidence of the consents, licences, approvals and authorisations are attached to this letter.]

Yours faithfully [signed by principal of law firm]

Appendix 3: Indicative Fencing and Construction Requirements

Fenceline

Length and location:

Fences to be erected along lines A-B, C-D, E-F, G-H and I-J shown on

the Plan.

Type:

Seven wire fence

Timing:

All fencing will be completed at the convenience of the Commissioner

Specifications:

• Fence to be constructed of six HT (2.4 mm) double galvanised wires and one bottom No 8 wire. In areas that are prone to earth movement and/or fire No 9 wire may be used in place of the HT wire.

- 2.1 metre treated timber strainers (>200 mm diameter) with treated timber stay to be used for gateways.
- 2.4 metre treated timber posts (>150 mm diameter) to be used where required.
- All strainers, angle posts and dip posts to be driven or dug in and rammed and footed with acceptable
 footing material. No 9 wire to be used on foots. All dips and hollows to be tied down, with a full length
 BHP Waratah driven in as far as possible.
- Netting to be hung on creek crossings and left to swing.
- All strainers and angles to be mortised, stayed and blocked. Stays to be one-third of the way up posts.
- Tie-backs are permitted on both sides of the fence.
- All wires are to be securely and neatly tied off and strained evenly. Bottom wire to be kept 15 cm off the ground. Most of the line will need to be cleared manually as required.
- Post staples (barbed) to be angled so that the staple legs spread outward and driven well in but allow the wire to run through.
- Strains not to exceed 400 metres for HT wire and 250 metres for No 8 wire on easy country.
- Posts to be driven or dug in to such a depth that 112 cm (44") remains out of the ground.
- Strainers and angle posts to be dug in to such a depth that 117 cm (46") remains out of the ground.
- Under no circumstances are any strainers, posts or stays to be shortened either prior to or subsequent to their placement in the ground.
- Six waratah standards or posts per 20 metres to be used. Warratah standards to be mostly 1.5 metre (5') long with 1.35 metre (4'6") waratah standards allowed where rock comes to the surface and 1.65 metre (5'6") waratah standards on soft ground.
- Triplex strainers to be used on all strains.
- Lighting droppers to be used where required on either side of gateways.
- 4.2 metre Stress master Cyclone gates to be erected across vehicle tracks.
- Fence line A-B to have additional specifications for the first 800 metres down from the top of the hill with 6 posts per 20 metres instead of standards and the top 3 wires to be 3.15 mm high tension double galvanised.

"RELEASED UNDER THE OFFICIAL INFORMATION ACT"

- Fence line C-D to have additional specifications for the first 800 metres down from point D, with 6 posts per 20 metres instead of standards and the top 3 wires to be 3.15 mm high tension double galvanised.
- Where fence lines C-D and E-F sidle around hill slopes to have 6 posts per 20 metres instead of standards.
- Wooden posts are to be replaced by steel in those locations that are prone to earth movement or fire damage. In particular fence line C-D from C until it reaches the track.

Construction

Nil

Appendix 4: Form of Concession to be Created

	Concession number:
The A CALLED NO.	
DATED	

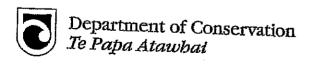
Between



and

LONGSLIP STATION LIMITED
("the Concessionaire")

EASEMENT CONCESSION UNDER CROWN PASTORAL LAND ACT 1998



-1-

THIS DOCUMENT is made this

day of

PARTIES:

- 1. MINISTER OF CONSERVATION, ("the Grantor")
- LONGSLIP STATION LIMITED ("the Concessionaire")

BACKGROUND

- A. The land described in Item 1 of Schedule 1 as the Servient Land is a Conservation Area under the management of the Grantor.
- 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 Basement Area.

OPERATIVE PARTS

TERMS AND CONDITIONS

1.0 DEFINITIONS AND INTERPRETATION



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, amexures, 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.

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;
- (c) words appearing in this Document which also appear in Schedule 1 mean and include the details appearing after them in that Schedule;
- (d) 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;

(6)

- (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.

j

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.
- 4.2 Under section 53 of the Crown Pastoral Land Act 1998 the Grantor waives any requirement for rent on the basis that the costs of setting and collecting the rent would exceed any rent which may be collected.

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

COMPLIANCE

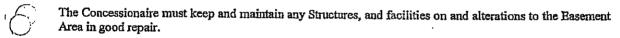
The Concessionaire is not to use the Easement Area for any purpose other than the Concession Activity.

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.



- 8.3 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
- (c) 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.

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

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:
 - general indemnity for a sum not less than the amount specified in Item 7 of Schedule 1;
 - (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.
- 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.
- 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 District Law Society in the region in which the Easement Area is located 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 District Law Society in the region in which the Easement Area is located 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

- 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;
 - (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.

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.

Signed by:

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

Witness:

-7-

Occupation: Address:	
Signed by :	
as Concessionaire	
in the presence of:	
Witness:	
Occupation:	
Address •	

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SCHEDULE 1

- Servient Land: The land described as being Part Run 233 being public Conservation Land (5550ha) situated in the Otago Land district and delineated in pink and marked CA1 and CA2 on the Plan in the Preliminary Proposal.
 (see definition of Servient Land in clause 1.1)
- 2. Dominant Land: Part Run 233, Longslip Survey District and Block VI & VII Ahuriri Survey District.
 Land Registry Folio Ref: 338/37 (Otago Registry) (see definition of Dominant Land in clause 1.1)
- 3. Easement Area: The land outlined in blue on the Plan attached to the Draft Preliminary Proposal as d i, h -w, o -p-t-q-r, q-s, t-u and k-p having a width of 10 metres.

(see definition of Easement Area in clause 1.1)

4. Concession Activity: The Concessionaire has the right to from time to time and at all times for the 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 with motor vehicles and with or without horses, machinery and implements of any kind and with or without farm dogs and farm stock to and from the Dominant Land over and along the Easement Area, 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.)

5. Term: The concession is granted in perpetuity commencing on

(see clause 3.1)

6. Compensation: \$

(payable on date of execution of this Document)

(see clause 4.1)

7. Public Liability General Indemnity Cover: \$1,000,000

(see clause 12.3)

Public Liability Forest & Rural Fire Act Extension: \$1,000,000

(see clause 12,3)

Statutory Liability Insurance for \$ Nil

(see clause 12.3)

10 Other Types of Insurance: for \$ Nil

(see clauses 12.3)

11. Address for Notices (including facsimile number):

(see clause 15)

(a) Grantor

Conservator

Department of Conservation

Private Bag 4715 Christchurch

Facsimile Number (03) 365 1388

(b) Concessionaire

LONGSLIP STATION LIMITED C/- Hubbard Churcher & Co. Chartered Accountants Foresters Building 39 George Street TIMARU

SCHEDULE 2

Special Conditions

- 1. <u>THE</u> 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 for access on foot and with or without bicycles and horses;
 - ii any lessee or licensee of the Grantors land
 - <u>THAT</u> 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 such as softening during frost thaw 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.

Appendix 5: Form of Easement to be Created

In Gross Easement: Public Access and Management Purposes to Conservation Area. - Version 5.1

CHCCO 69473 - Easement In Gross for Longslip - Dec 2004

TRANSFER GRANT OF EASEMENT IN GROSS

- 1. Public Access
- 2. Vehicles for Management Purposes

Land Transfer Act 1952

This page does not form part of the Transfer.

"RELEASED UNDER THE OFFICIAL INFORMATION ACT" 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			
Otago			
		J	
Certificate of Title No. All or I	Part? Area and legal desc	ription – Insert o	nly when part or Stratum, CT
Transferor Sumames must be <u>unde</u>	<u>rdined</u>		
COMMISSIONER OF CRO	OWN LANDS, acting	pursuant to s	ection 80 of the Crown Pastoral Land
Act 1998	, U		
Transferee Sumames must be under			
ER MAJESTY THE QUE	<u>:EN</u> , acting by and th	rough the Mi	nister of Conservation
	ē		
Estate or Interest or Easement to	be created: Insert e.g. Fee	simple; Leasehol	d in Lease No; Right of way etc.
Problic Assessment Manager Comme		7/0) [[]	0 1 1 1000
of Annexure Schedule).	ises Easement in Gross under	section 7(2) of the	Conservation Act 1987 (continued on pages 2, 3 and 4
Consideration			
	out in a substantive propo	esal accented u	nder the Crown Pastoral Land Act 1998 on
the day of	saem a oabstattive prope	osai accepted di	ide (ile Olowitt astoral Latte Act 1990 off
<u> </u>			
Operative Clause			
the above consideration (red	ceipt of which is acknowle	edged) the TRA	NSFEROR TRANSFERS to the
is described above such is gran	's estate and interest in t ted or created	he land in the a	bove Certificate(s) of Title and if an easement
		·	
Dated this day of			
Attestation	<u> </u>	•	
Signed by	Signed in my presence by	the Transferor	
acting under written delegation	Signature of Witness		
from the Commissioner of Crown Lands	Witness to complete in	BLOCK letters	(continued on page 4 of Annexure Schedule)
Lands	(unless typewritten or legi		
	Witness name		
	Occupation		
	Address		
Signature, or common seal of Transferor			
	T 1 T		
Certified correct for the purposes of the	a Land Transfer Act 1952		
Certified that Part IIA of the Land Settlement Promotion a Certified that no conveyance duty is payable by virtue of (DELETE INAPPLICABLE CERTIFICATE)	ind Land Acquisition Act 1952 does not a Section 24(1) of the Stamp and chaque (pply Outles Act 1971.	

Solicitor for the Transferee

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

	rt below tgage",	"Transfer", "Lease", etc
		Dated Page of Pages
Defin	itions	
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 Transferee;
		• the ecological sustainable management of the land managed by the Transferee.
	1.3	"Servient Land" means the land owned by the Transferor and described on page 1.
	1.4	"Transferee" means Her Majesty the Queen acting by and through the Minister of Conservation and, for purposes of clause 2.1, includes the Transferee's tenants, agents, contractors, and licensees; and any employee or contractor of the Director-General of Conservation; and any member of the public; but for the purposes of clause 2.2 means the Transferee's tenants, agents, contractors, and invitees; and any employee or contractor of the Director-General of Conservation only.
	1.5	"Transferor" means the owner of the Servient Land described on page 1 and includes the Transferor's tenants and invitees.
Stand	ard Eas	ement Terms
Acces	<u>s</u>	
2.	The Tr	ansferee has the right:
	2.1	In common with the Transferor to pass and re-pass at any time over and along the Easement Area marked a-b-c-d, b-e-f, e-g, c-h, i-x-j, k-k1-l, k1-k2, v-r and x-y on foot, on or accompanied by horses, or by non-motorised vehicle powered by a person or persons.
	2.2	To pass and re-pass at any time over and along the Easement Area marked a-b-c-d, b-e-f, e-g, c-h, i-x-j, k-k1-l, k1-k2, m-n, v-r and x-y on foot, or on or accompanied by horses, or by motor vehicle, with or without machinery and implements of any kind, for Management Purposes.
3.	caused enjoym	ransferor must keep the Easement Area clear at all times of obstructions whether if by parked vehicles, deposit of materials or unreasonable impediment to the use and tent of the Easement Area, where such event or outcome is caused by or under the of the Transferor.

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.

se", etc								
ated				Page		of		Pages
· · ·								
The rights and powers contained in Schedule 4 of the Land Transfer Regulations 2002 and the Ninth Schedule of the Property Law Act 1952 are expressly negatived.								
by this tra	ansfer is to	be in per	petuity.					
eing a me ose all c	ember of to or part of	the Public the Eas) may, at ement A	any time rea for s	e in o such	exero perio	od a	of her/his s she/he
If a dispute arises between the Transferor and Transferee (not being a member of the Public) concerning the rights, management and operation created by this transfer the parties are to enter into negotiations in good faith to resolve it.								
olved with	hin 14 day	s of writte	en notice	by one p	arty 1	to the	e oth	er it is to
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 for the time being of the District Law Society in which the Servient Land is situated.								
e determi octment pa	ined in a assed in s	ccordance substitution	∍ with th n.	e Arbitra	tion	Act	1996	and its
er this tra	ansfer by o	one party t	to the oth	er is to be	e in v	vriting	g and	l must:
ary post to	receiving p to the rece e receiving	iving part	y;					
the notice ordinary p	e will be o	deemed t be delive	o be rec	eived by	the	recei	ving	party or
atched af	fter 5.00pr	n, on the	next day	after the	date	of di	spate	h.
ti	ordinary r the notice patched a	ordinary post would the notice will be de patched after 5.00po	ordinary post would be delived the notice will be deemed to spatched after 5.00pm, on the expansion of an instrument, all signi-	ordinary post would be delivered. the notice will be deemed to have bee spatched after 5.00pm, on the next day a expansion of an instrument, all signing parties a	ordinary post would be delivered. the notice will be deemed to have been receive spatched after 5.00pm, on the next day after the expansion of an instrument, all signing parties and either the	ordinary post would be delivered. the notice will be deemed to have been received on spatched after 5.00pm, on the next day after the date expansion of an instrument, all signing parties and either their will	ordinary post would be delivered. the notice will be deemed to have been received on the spatched after 5.00pm, on the next day after the date of dia expansion of an instrument, all signing parties and either their witnesses.	the notice will be deemed to have been received on the day of spatched after 5.00pm, on the next day after the date of dispatched after 5.00pm, all signing parties and either their witnesses or the second second in the second

Incor		General of Land under No. 1995/5003 exure Schedule				
	tgage", "Transfer", "Lease", etc					
	Dated	Page of Page				
Spec	ial Easement Terms					
9.	The standard easement terms con easement terms set out below.	ontained above must be read subject to any sp				
10.	The Transferee (not being a member	r of the Public) has the right:				
10.1	ropriate.					
10.2	o erect and maintain stiles/gates.					
10.3	To erect and maintain signs informing the public: (a) of the location of the land managed by the Crown and available for public access and recreation; and (b) of their rights and responsibilities in relation to the Easement Area.					
10.4	To use whatever reasonable means carry out the works in clause 10.1 to	of access he/she thinks fit over the Easement Area to 10.3.				
Conti	nuation of "Attestation"					
	d for and on behalf of ajesty the Queen by)				
under preser	a written delegation in the nee of:))				
	Witness (Signature)					
Name						
	ation					
	SS					

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

TRANSFER GRANT OF EASEMENT IN GROSS

- 1. Public Access to Conservation Areas
- 2. Vehicles for Management Purposes

Land Transfer Act 1952

Law Firm Acting

Conservancy Solicitor
Department of Conservation
133 Victoria Street
Christchurch

Auckland District Law Society REF:4135

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

Execution Section This Proposal (including the schedules and appendices) is signed by the Commissioner and the Holder as a binding agreement. SIGNED for and on behalf of the **Commissioner of Crown Lands** by Paul Alexander Jackson acting pursuant to a delegated authority in the presence of: Address **SIGNED** by Longslip Station Limited in the presence of: - Frector. Witness

Occupation

Address