

24 July 2014

Overseas Investment Office

Private Box 5501

WELLINGTON

Attention; Olwyn Smith

PRIVATE & CONFIDENTIAL

Dear Olwyn,

PSA Capital Limited – Decision Number 201110070

We refer to your letter dated 10 June 2014 and report on our compliance with the relevant conditions set out below.

Condition 1

This condition required that the investment be acquired by and transferred to the Applicant within three years of the date of consent. We wish to seek an extension to this condition for a further 12 month (as advised by our lawyers) for the reason set out in the response to Condition 2.

Condition 2

This Condition requires the Applicant to report to the OIO if the settlement of the acquisition of the investment took place. We wish to set out the current status of the investment.

1. Entry into the land exchange agreement has been delayed because the restoration plan to be attached is not yet in final form (the owner of the Steep Head gully site wished to negotiate some amendments with DOC). In addition, DOC has raised some final amendments to the form of one of the agreed easements. Once those two points are resolved, the agreement will be signed.
2. In the meantime, the parties are underway with the process of implementing the exchange. The surveyors have undertaken their field work for both Steep Head gully and Crystal Valley and are currently finalising their survey plans.
3. The survey division of LINZ has ruled that the exchange will require subdivision consent. PSA has instructed its surveyors to proceed with that application.
4. Once the survey work and subdivision consent are completed, Chapman Tripp will be able to register the exchange and the various easements and encumbrances with LINZ to complete the transaction.

Given the above reason we seek an extension for a further 12 months but notify the OIO that PSA and their local lawyers, Chapman Tripp, are making all attempts to work with all the various stakeholders to finalise this transaction well within next 12 months.

If you require any further information please do not hesitate to contact the writer.

Yours faithfully,

A handwritten signature in blue ink, appearing to read 'Simon Harvey', is written over a horizontal line. The signature is stylized and somewhat cursive.

Simon Harvey
Managing Director
PSA Capital Ltd

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