

NZF

15/03/2011

MARKET INFORMATION

NZF Group Limited (NZF) – Issue of new ordinary shares in NZF and renewal of NZF Capital Notes (NZF020)

NZF received elections for renewal of Capital Notes for 89.9% (\$18,019,250) of the 20,050,000 of NZF Capital Notes on issue that mature today. The remaining 10.1% (\$2,030,750) of Noteholders will be issued ordinary shares in NZF.

A resolution to issue ordinary shares in NZF to provide for Capital Noteholders that have not elected the “Renewal Option” was presented at yesterday’s Special General Meeting and was passed by a majority of NZF shareholders. The actual number of shares issued will be 33,290,954, in accordance with clause 4.4(a) of Schedule 2 of the Capital Notes Trust Deed.

The renewed NZF Capital Notes will use the NZDX code NZF020 and will have; a maturity date of 15/03/2016, an interest rate of 6%pa and pay interest quarterly on 15 March, June, September and December. The first interest payment for NZF020 Capital Notes is due on 15/06/2011.

As per NZX release on 18/02/11, the final interest payment on NZF010 Capital Notes has been paid today.



Malcolm Lindeque

For and on behalf of the board of directors

Company Secretary

ENDS