



**Hon David Cunliffe**

**MP for New Lynn**

**Minister of Health**

**Minister for Communications and Information Technology**

30 March 2008

Dr Paul Reynolds  
Chief Executive Officer  
Telecom Corporation of New Zealand Limited  
PO Box 92-028  
AUCKLAND

Dear Dr Reynolds

**AMENDED SEPARATION PLAN – SECTION 69K(2)(c) OF THE  
TELECOMMUNICATIONS ACT 2001**

Pursuant to section 69L(1)(a) of the Telecommunications Act 2001, I have decided to approve the Amended Separation Plan (including Telecom's Undertakings) for the Operational Separation of Telecom given to me on 25 March 2008.

A copy of the Plan as approved by me accompanies this letter. This letter is a notice for the purposes of section 69L(3) of the Act.

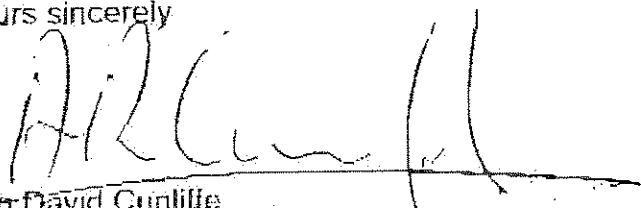
I will announce my decision to approve the Plan at a press conference at 9.15am on Monday 31 March 2008. Attached is a copy of the media statement I propose to release at the press conference. **The information in this letter and media statement is provided in confidence and is embargoed until 9.15am on Monday 31 March 2008.**

Until the information in this letter and media statement is generally available you must not:

- trade in securities of Telecom Corporation of New Zealand Limited,
- directly or indirectly disclose this information to another person, other than to NZX in accordance with any disclosure obligation under the NZX Listing Rules.
- advise or encourage another person, to trade or hold securities of Telecom Corporation of New Zealand Limited or to themselves advise or encourage another person to trade or hold those securities.

This letter and information is being copied, on the same embargoed basis, to the New Zealand Stock Exchange.

Yours sincerely

A handwritten signature in black ink, appearing to read 'David Cunliffe', written over a horizontal line.

Hon David Cunliffe  
Minister for Communications and Information Technology