

**PUNAKAIKI FUND LIMITED****Other material information relating to the Offer**

Terms used in this document, including certain terms with which you may not be familiar, have the specific meaning given in the Glossary of the Product Disclosure Statement dated 31 October 2016 relating to the offering of ordinary shares in Punakaiki Fund Limited.

**1. TOTAL ESTIMATED COSTS OF OFFER AND ISSUE**

The table below sets out the total estimated costs of the offer and issue of Punakaiki Fund Limited shares as detailed in the Product Disclosure Statement dated 31 October 2016.

| <b>Description of expense</b> | <b>Estimated amount of expense to be paid by Punakaiki Fund Limited (including all benefits)</b> | <b>Expense paid to:</b>        | <b>Description of services provided in respect of the expense</b>   |
|-------------------------------|--|--------------------------------|---|
| Brokerage                     | 3% of all funds raised by the offer and issue of shares.   | Lance Wiggs Capital Management | <p>Lance Wiggs Capital Management Limited will meet all costs of the offer not set out below in this table, including the promotion of the offer and the payment of brokerage to third parties.</p> <p>If \$1 million is raised by the offer, the brokerage paid will be \$30,000. If \$5 million is raised by the offer, the brokerage paid will be \$150,000. If \$10 million is raised by the offer, the brokerage paid will be \$300,000.</p> |
| Accounting Costs              | \$6,000  | Deloitte                       | The preparation of financial accounts for Punakaiki Fund Limited for the period ending 31 March 2016 in accordance with New Zealand Equivalents to International Financial Reporting Standards and International Financial Reporting Standards.   |

|                |         |               |   |
|----------------|---------|---------------|---|
| Auditing Costs | \$6,000 | Ernst & Young | The audit of financial accounts for Punakaiki Fund Limited for the period ending 31 March 2016 in accordance with New Zealand Equivalents to International Financial Reporting Standards and International Financial Reporting Standards. |
| Legal Costs    | \$5,000 | Wynn Williams | The preparation of a legal opinion in respect of the offer to the Punakaiki Fund Limited Board of Directors.  |

## 2. TAKEOVERS CODE

As Punakaiki Fund Limited has more than 50 shareholders (with voting rights) and more than 50 share parcels it is a “Code Company” under the Takeovers Code. The Takeovers Code prohibits, amongst other things, any person (together with their associates (as defined in the Takeovers Code)) from becoming the holder or controller of 20% or more of the voting rights in Punakaiki Fund Limited other than in compliance with the requirements of the Takeovers Code. You should seek legal advice in relation to any act, omission or circumstance which may result in you breaching any provision of the Takeovers Code.

## 3. OVERSEAS INVESTMENT ACT 2005

Any person who is an “overseas person” for the purposes of the Overseas Investment Act 2005 and who intends to acquire 25% or more of the Shares (or make any other acquisition regulated by that Act) will be required to obtain any necessary consent under the Overseas Investment Act 2005.