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15 August 2007

Bridgecorp Investments Limited (In Liquidation) “the Company”

Investor Number «clientno» «alpha»

Dear «Salutation»

As you are aware we John Anthony Waller and Colin Thomas McCloy were appointed joint and several liquidators of the Company on 6 July 2007.

We write to you in your capacity as a Capital Note holder, details of which are set out above. If these details are incorrect please advise us accordingly.

The Company’s assets comprise a tax asset reported as \$1.24m and various amounts relating to Bridgecorp Limited (In Receivership) (“BL”) being:

- Intercompany balances totalling \$1.9m due from BL,
- Dividend of \$1.1m due from BL, and
- \$33m of redeemable preference shares in BL.

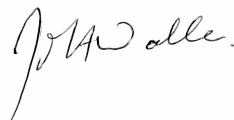
A preliminary estimate of recoveries for BL’s secured debenture investors was released last week, with estimated returns ranging between 25% and 74% of their original investment in BL. The amounts due to the Company by BL rank behind amounts due to secured debenture investors. As a result it is unlikely that Capital Note holders, totalling approximately \$29m will recover anything from BL, and unless there are recoveries from the \$1.24m tax asset then there are unlikely to be recoveries to Capital Note holders from the liquidation of the Company.

We appreciate that this news will come as a shock to many of the Capital Note holders and regret that we could not provide more positive news. Our investigations into potential recovery avenues continue, and the final position will not be known for some time. We will contact Capital Note holders if the situation improves sufficiently for a return to be made to Capital Note holders. In the interim, the following website is being utilised to maintain communication with investors and other stakeholders. Copies of all press releases and other information in respect of both the liquidation of the Company and the receivership of BL will be available on the website as they are released.

<http://www.pwc.com/nz/Bridgecorp>

If you have any queries, please complete the on-line form on the website or submit your request in writing for the attention of Jamie Rihia of our office.

Yours faithfully
Bridgecorp Investments Limited (In Liquidation)



John Waller
Liquidator



Colin McCloy
Liquidator