

Date

ClientName
ClientAddress

Lombard Finance & Investments Limited (In Receivership) (the "Company")

Investor Number

As you are aware a first interim distribution of 6.5 cents in the dollar was made to secured debenture investors in December 2009.

The Company's Receivers have continued to work towards achieving loan recoveries although they advise that market conditions remain difficult. However we are pleased to advise that a further interim distribution of 3.0 cents in the dollar (calculated by reference to balances as at 10 April 2008) will be made to secured debenture investors.

This letter serves as notice of repayment to be made on or around 5 August 2010 . An update from the Company's Receivers on the progress of the receivership is attached.

Calculation of your Repayment

Your balance for the purpose of calculating this and future pro-rata repayments is the principal balance (including any capitalised interest) held by you at the date of receivership, 10 April 2008, together with any interest that had been accrued prior to that date. However, please note that, as this is only an interim and partial distribution, it has been determined that the payment to be made will be on account of principal only. It is unlikely that any accrued interest will be paid.

Certificate Number	Balance	Payment @ 3.0 Cents

Your payment will be \$X.XX in accordance with your instructions held by the Company at the date of this letter.

Payment Method: [Direct Credit to: Bank account number] or [Cheque]

Please advise the Receivers in writing if any of the above details are incorrect. Any corrections will need to be received before 4 August 2010. The Receivers' contact details are as follows:

Lombard Finance & Investments Limited (In Receivership)
PricewaterhouseCoopers
PO Box 243
Wellington
Attn: Jenny Smith
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Phone: +64 4 462 7163 (Jenny Smith)

Yours faithfully



Stephanie McGreevy
Regional Manager – Corporate Trust