# Telecom Corporation of New Zealand Limited
# ASX Half-year information - 31 December 2010

Lodged with the ASX under Listing Rule 4.2A

This information should be read in conjunction with the 30 June 2010 Annual Report.

## Contents

# Telecom Corporation of New Zealand Limited
## Six months ended 31 December 2010
## Previous corresponding period: Six months ended 31 December 2009

## Results for Announcement to the Market

The information below supplements the information disclosed in the attached condensed financial statements and management commentary.

| | Six months ended<br>31 December 2010<br>NZ$000 | Movement |
|---|---|---|
| **Revenue from ordinary activities** | 2,601,000 | Down 2.6% |
| **Profit from ordinary activities after tax attributable to equity holders of the company** | 164,000 | Down 32.2% |
| **Net profit attributable to equity holders of the company** | 164,000 | Down 32.2% |

| | Amount per security | Franked amount per security | Amount per security of foreign source dividend |
|---|---|---|---|
| **Quarter 1 Interim dividend** | 3.5cps | N/A | 3.5cps |
| **Quarter 2 Interim dividend** | 3.5cps | N/A | 3.5cps |

| | |
|---|---|
| **Record date for determining entitlements to the quarter 2 dividend** | 25 February 2011 |

**Net tangible assets per security**

| | December 2010 | December 2009 |
|---|---|---|
| Net tangible assets per security | NZ$0.74 | NZ$0.85 |

**Control of entities gained or lost during period**

Nil

# Telecom Corporation of New Zealand Limited
## Supplementary Appendix 4D Information

**Dividends**

Amount per security:

| | Amount per security | Date Paid/Payable |
|---|---|---|
| **Quarter 1 Interim dividend** | 3.5cps | 3 December 2010 |
| **Quarter 2 Interim dividend** | 3.5cps | 11 March 2011 |
| **Total dividends** | 7.0 cps | |

New Zealand imputation credits of 1.5 cents per security are attached to each interim dividend. A supplementary dividend of 0.6177 cents per security will be payable to shareholders who are not resident in New Zealand.

**Dividend reinvestment plan**

Telecom has temporarily suspended its dividend reinvestment plan.

**Associates and Joint Venture entities**

| Equity accounted associates and joint venture entities | Percentage of ownership interest held at end of period | | Contributions to net profit NZ$'000 | |
|---|---|---|---|---|
| | **December 2010** | **December 2009** | **December 2010** | **December 2009** |
| Pacific Carriage Holdings Limited | 50% | 50% | **-** | **-** |
| Southern Cross Cables Holdings Limited | 50% | 50% | **-** | **-** |
| Community Telco Australia Pty Limited | 50% | 50% | - | - |
| Yahoo! Xtra New Zealand Limited | 49% | 49% | 525 | 211 |

**Accounting Standards**
This report has been prepared in accordance with New Zealand equivalents to International Financial Reporting Standards (NZ IFRS). In complying with NZ IFRS, Telecom is in compliance with International Financial Reporting Standards (IFRS).

**Basis of report**
This report is based on unaudited financial statements.