



LAZARD ASSET MANAGEMENT PACIFIC CO
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FACSIMILE TRANSMISSION

TO: Company Announcements
CC:
COMPANY: ASX
FAX NUMBER: 1300 135 638
DATE: 24 August 2011
FROM: Apnavi Saddington

NO. OF PAGES (INCL. THIS PAGE):

4

MESSAGE:

Re: Telecom Corporation of New Zealand Limited

NZX SSH ceasing to have a substantial holding

Attached is a copy of the SSH ceasing to have substantial holding form sent to the NZX today.

If you have any queries in relation to any of the content please contact Apnavi Saddington, details above.

Kind regards

A handwritten signature in cursive script, appearing to read "Asaddington".

Apnavi Saddington
Company Secretary

Confidentiality Notice

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Disclosure of ceasing to have substantial holding

Section 25, Securities Markets Act 1988

To: NZX

And: Telecom Corporation of New Zealand Limited

Date this disclosure made: 24 August 2011

Date last disclosure made: 5 August 2011

Substantial security holder(s) giving disclosure

Name(s): Lazard Asset Management Pacific Co and its related bodies corporate listed in Annexure A

Contact details: Name: Apnavi Saddington (Company Secretary) + 61 2 8274 1400
apnavi.saddington@lazard.com

Date on which substantial security holder(s) ceased to have substantial holding: 22 August 2011

Summary of previous substantial holding to which disclosure relates

Class of listed voting securities: Ordinary Shares in Telecom Corporation of New Zealand Limited

Summary for: Lazard Asset Management Pacific Co.

For last disclosure,—

- (a) total number held in class: 99,885,198
- (b) total in class: 1,924,707,065
- (c) total percentage held in class: 5.190%

For current holding after ceasing to have substantial holding:

- (a) total number held in class: 95,859,000
- (b) total in class: 1,924,707,065
- (c) total percentage held in class: 4.981%

Details of transactions and events giving rise to person ceasing to have substantial holding

Details of the transactions or other events requiring disclosure under the instructions to this form: See Annexure B

Additional information

Nature of connection between substantial security holders: See Annexure A

Address(es) of substantial security holder(s): /o Lazard Asset Management Pacific Co Level 39, Gateway Building, 1 Macquarie Place, Sydney NSW 2000 Australia

Name of any other person believed to have given, or believed to be required to give, a disclosure under the Act in relation to the securities to which this disclosure relates: N/A

Declaration

I, Apnavi Saddington, (Company Secretary), declare that, to the best of my knowledge and belief, the information contained in this disclosure is correct and that I am duly authorised to make this disclosure by all persons for whom it is made.

Annexure 'A'
to Disclosure of ceasing to have substantial holding
dated 24 August 2011
by Lazard Asset Management Pacific Co

Details of related bodies corporate. These related bodies corporate are deemed to have the same relevant interests as Lazard Asset Management Pacific Co.

Name of entity	Address
Lazard Asset Management LLC (US)	30 Rockefeller Plaza New York NY 10020 USA
Lazard Asset Management Limited, London	50 Stratton Street London W1J 8LL United Kingdom
Lazard Japan Asset Management KK	ATT Annex 7 th Floor, 2-11-7 Akasaka Minato-Ku Tokyo 107-00752 Japan
LAMP Administration Pty Ltd	Level 39, Gateway, 1 Macquarie Place Sydney NSW Australia
Lazard Pty Ltd	Level 44, Gateway, 1 Macquarie Place Sydney NSW Australia
LCW Private Equity Pty Ltd	Level 44, Gateway, 1 Macquarie Place Sydney NSW Australia
Lazard Korea Asset Management Co Ltd	10F Seoul Finance Center, Taepyeongno-1ga, Jung-gu, Seoul 100-768 Korea
Lazard Asset Management (Hong Kong) Ltd	Level 8, Two Exchange Square Central. HK Hong Kong
Lazard Asset Management (Deutschland) GmbH	z. Hd. Herrn Werner Krämer Alte Mainzer Gasse 37 D-60311 Frankfurt am Main Germany
Lazard Asset Management (Canada) Inc.	130 King Street, West Suite 1800 Toronto ON M5X 1E3 Canada
Lazard Fund Managers (Ireland) Limited	IDA Business Park, Drinagh, Wexford Town, Co Wexford, Ireland

Annexure 'B'
to Disclosure of ceasing to have substantial holding
dated 24 August 2011
by Lazard Asset Management Pacific Co

Transaction Date	Nature of Transaction.	Name of Substantial Security Holder	Consideration NZD	Number of Securities.
05/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 768,383.74	303,103
08/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 338,805.64	134,998
11/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 8,827.76	3,711
12/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 847,370.26	341,425
12/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 56,974.65	22,961
12/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 298,342.10	120,233
12/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 708,628.55	285,580
12/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 954,254.01	384,568
12/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 76,237.49	30,724
12/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 116,105.61	46,791
12/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 21,123.87	8,513
12/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 22,840.98	9,205
12/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 28,551.84	11,400
12/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 27,049.11	10,800
15/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 522,168.76	207,772
15/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 35,109.65	13,973
15/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 183,845.10	73,167
15/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 436,673.28	173,788
15/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 588,031.97	234,026
15/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 46,979.53	18,697
15/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 71,545.99	28,474
15/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 13,015.68	5,180
15/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 14,073.51	5,601
15/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 20,573.71	8,300
17/08/2011	Buy	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 80,120.04	30,800
18/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 37,161.41	14,300
18/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 1,880.87	721
19/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 1,021,912.22	377,300
19/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 25,254.71	9,499
22/08/2011	Sell	Lazard Asset Management Pacific Co and its Associates Listed in Annexure A	\$ 3,165,027.17	1,172,188