

TRISTAN GILBERTSON
Group General Counsel & Company Secretary

Market Information Services Section
NZX Limited
Wellington



22 March 2012

NOTIFICATION OF ACQUISITION OF SECURITIES

For the purposes of Listing Rule 7.12.1 of the NZSX Listing Rules, this notice concerns those securities in Telecom Corporation of New Zealand Limited ("Telecom") that have been acquired on market by Telecom on 21 March 2012. Details of the acquisition are as follows:

a) Security Acquired	Ordinary Shares
ISIN	NZTELE0001S4
b) Number of securities acquired	2,100,000
c) Average consideration per security acquired	\$2.3988
d) Payment type	Cash Payment
e) Any amount paid up (if not in full)	Not applicable
f) Percentage of total securities acquired	0.1093%
g) Reason for acquisition	Eliminate an increase in capital arising pursuant to the dividend reinvestment plan
h) Specific authority	Directors' Resolution
i) Any terms of the acquisition	Not applicable
j) Total number of securities after acquisition	1,918,729,073
k) Intentions for shares acquired	Cancellation
l) Date of acquisition	21 March 2012

Yours faithfully

Tristan Gilbertson
Group General Counsel & Company Secretary