

TRISTAN GILBERTSON
Group General Counsel & Company Secretary

Market Information Services Section
NZX Limited
Wellington

29 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 28 March 2012.

Details of the acquisition are as follows:

a) Security Acquired	Ordinary Shares
ISIN	NZTELE0001S4
b) Number of securities acquired	2,000,000
c) Average consideration per security acquired	2.4529
d) Payment type	Cash Payment
e) Any amount paid up (if not in full)	Not applicable
f) Percentage of total securities acquired	0.1045%
g) Reason for acquisition	Return of surplus capital to shareholders
h) Specific authority for the acquisition	Directors' Resolution
i) Any terms of the acquisition	Not applicable
j) Total number of securities after acquisition	1,911,957,773
k) Intentions for shares acquired	Cancellation
l) Date of acquisition	28 March 2012

Yours faithfully

Tristan Gilbertson
Group General Counsel & Company Secretary