

STOCK EXCHANGE ANNOUNCEMENT

11 December 2012



Telecom issues NZ\$50 million, 7 year domestic notes

Telecom has today announced the issue of NZ\$50 million, seven year domestic notes by TCNZ Finance Limited.

The issue represents an increase to the NZ\$200 million, seven year notes issued on 25 October 2012 and brings the total outstanding issue size of the transaction to NZ\$250 million. The notes pay a coupon of 5.25% and mature on 25 October 2019.

The proceeds of the notes will be used to refinance debt and for general corporate purposes.

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For more information:

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