

Market Announcement**04 March 2015****Spark New Zealand enters conditional agreement for the sale of
Telecom Rentals Limited**

Spark New Zealand announced today it has entered into a conditional agreement to sell 100% of share capital in Telecom Rentals Limited (TRL) for \$106 million to FlexiGroup Limited.

TRL earns approximately \$5 million of EBITDA per annum.

Established in 2006, TRL is a wholly owned subsidiary of the Spark New Zealand Group and provides leasing of ICT and Telecommunications equipment.

This divestment is in line with Spark New Zealand's strategy to focus on digital services and its ambition to become a winning business, inspired by customers to unleash the potential in all New Zealanders.

The transaction is expected to complete by 30 April 2015.

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For media queries, please contact:

Richard Llewellyn
Head of Corporate Communications
+64 (0) 27 523 2362

For investor relations queries, please contact:

Mark Laing
General Manager Corporate Finance
+64 (0) 27 227 5890