

SUPPLEMENT TO THE INVESTMENT STATEMENT

Prepared as at 1 July 2010.

This document supplements the investment statement to which it is attached by inserting the following text at the end of the section entitled "What sort of investment is this?".

CROWN GUARANTEE

ANZ National Bank Limited ("**Bank**") has a guarantee under a Crown retail deposit guarantee scheme, being a guarantee that expires on 12 October 2010. Further information about the deposit guarantee scheme is available in this investment statement under the section entitled "Application of the Crown Guarantee to Term Deposits" and on www.treasury.govt.nz.

The investment statement is further supplemented by inserting the following text at the end of the section entitled "What returns will I get?".

APPLICATION OF THE CROWN GUARANTEE TO TERM DEPOSITS

The Bank has a guarantee under a Crown retail deposit guarantee scheme, being a guarantee that expires on 12 October 2010 ("**Crown Guarantee**"). The Crown Guarantee will cover:

- (a) the principal amount of, and the interest payable on, any Term Deposit that becomes due and payable during the Guarantee Period; and
- (b) if an insolvency type Default Event (as defined in the Crown Deed of Guarantee) occurs during the Guarantee Period, the principal amount of, and the interest payable on, all Term Deposits outstanding at the date of that Default Event (whether or not the principal amount or interest is due and payable during the Guarantee Period).

Subject to limited exceptions, any Term Deposit made with the Bank after the occurrence of a Default Event will not receive the benefit of the Crown Guarantee.

Only Creditors (as defined in the Crown Deed of Guarantee) are eligible to receive the benefit of the Crown Guarantee. This means that, for instance, an investor that is a Related Party of the Bank, controlled by a Related Party, or a Financial Institution will not receive the benefit of the Crown Guarantee (unless they hold the Term Deposit as a bare trustee for a person who would be entitled to receive the benefit of the Crown Guarantee). Further information about who is entitled to receive the benefit of the Crown Guarantee can be found in the Crown Deed of Guarantee.

The Crown's obligation to pay any amount under the Crown Guarantee is subject to a Creditor giving a Notice of Claim to the Crown and to the Crown satisfying itself as to the amount of the claim and any other matters the Crown reasonably considers appropriate. Under the Crown Guarantee the Crown may (in its sole discretion) decline to accept liability for any amount of interest on or in respect of any indebtedness to the extent that the interest accrues after the date by which the Crown reasonably considers adequate time has elapsed for the relevant Creditor to submit a Notice of Claim.

The maximum liability of the Crown to each Creditor of the Bank under the Crown Guarantee is one million New Zealand dollars (\$1,000,000). For this purpose amounts owed to a Creditor by the Bank under any Term Deposit will be aggregated with other amounts owed to the Creditor by the Bank which are guaranteed by the Crown Guarantee.

Further information about the Crown Guarantee and the most recent audited statement of financial position of the Crown are available, free of charge and at all reasonable times, on the internet site maintained by, or on behalf of, the Treasury (www.treasury.govt.nz).

Defined terms in the Crown Deed of Guarantee have the same meanings in this supplement. In addition:

"Crown" means Her Majesty the Queen in right of New Zealand acting by and through the Minister of Finance.

"Crown Deed of Guarantee" means the deed of guarantee entered into between the Crown and the Bank dated 18 December 2009, which replaced the initial deed of guarantee entered into between the Crown and the Bank dated 14 November 2008. A copy of the Crown Deed of Guarantee can be found at www.treasury.govt.nz/economy/guarantee/pdfs/dg-b-anz-rdeed.pdf.

"Guarantee Period" means the period commencing at 12.01 am on 12 October 2008 and expiring at 12.01 am on 12 October 2010.

The investment statement is further supplemented by inserting the following text at the end of the section entitled "What are my risks?".

CROWN GUARANTEE

You may be entitled to the benefit of the Crown Guarantee (see the section titled "Application of the Crown Guarantee to Term Deposits" for further details).