



New Zealand Social Infrastructure Fund Limited
158 Cameron Road
P O Box 13155
Tauranga 3141
Phone 07 577 4727
Email enquiries@nzsif.co.nz
Website www.nzsif.co.nz

19 July 2013

Dear Shareholder

New Zealand Social Infrastructure Fund Annual Report to Shareholders

We are pleased to advise the New Zealand Social Infrastructure Fund Limited's (NZSIF) annual report for the year ended 31 March 2013 is now available on the Company's website at www.nzsif.co.nz/Investor-Information/Shareholder-Reports/.

Highlights of our year included:

- NZSIF produced a profit for the period of \$710,861, a return on shareholder funds of 5.53% (2012: 7.73%).
- Net asset backing at 31 March 2013 was 28.5 cents per share (cps), which was after the capital returns totaling 2.80 cps in May and July 2012.
- Distributions - on 27 July 2012 we paid a cash dividend of 1.01 cps (relating to 2012 cash flows); and we paid an interim cash dividend of 0.73 cps 30 November 2012. The Board has approved a final dividend relating to 2013 of 0.789 cps – see dividend announcement page 2.
- Hobsonville Schools - the primary school was completed and opened January 2013. The secondary school is targeted to be completed and open for the first term of 2014.
- Bendigo Healthcare Group Accommodation Facility (Bendigo) - we announced this investment April 2013. This is based in Bendigo, Victoria, Australia.
- The Melbourne Convention & Exhibition Centre investment has continued to perform well producing solid cash flows, and showed a slight increase in valuation at 31 March 2013.
- Investment prospects - the PIP Fund consortium 'Positive Connection' was one of two consortia shortlisted for the bidding phase of the Transmission Gully roading PPP tender.

Annual Report

Even though the report is available electronically, you may request a print copy of the report free of charge.

If you wish to receive a print copy of the report, please tick the box below and return this form within 15 working days of receiving the form; or you may scan this form and email your request to enquiries@nzsif.co.nz.

I would like to receive a print copy of the annual shareholder report

Dividend

The Board has approved a final dividend of 0.789 cps gross which will be paid to shareholders on 19 July 2013. The record date is 12 July 2013.

NZSIF received a distribution from the PIP Fund of \$323,519 on 12 July 2013. This brings total gross distributions relating to income generated in the 2013 financial period to 1.517 cps.

The distribution from the PIP Fund relates to cash flows from the Melbourne Convention & Exhibition Centre investment.

There are no imputation credits attached to the distribution so RWT/NRWT has been deducted at the appropriate rate according to the Registry's records.

Payment will be made to your nominated bank account. The Registry will issue a dividend statement.

Annual Shareholder Meeting

Date: Monday, 19 August 2013
Time: 11.30 a.m.
Place: Craigs Investment Partners Limited, Level 32, Vero Centre, 48 Shortland Street, Auckland.
RSVP: Contact Peter Lalor on 07 577 4727 or email enquiries@nzsif.co.nz by 12 August 2013.

We extend an invitation to you to attend this meeting and look forward to seeing you there.

If you have any queries regarding your investment in NZSIF, please discuss with your Investment Adviser or you may call Peter Lalor at NZSIF Management on 07 577 4727.

Yours sincerely

NEW ZEALAND SOCIAL INFRASTRUCTURE FUND LIMITED



Kim Ellis
Chairman