

DAIRY
INDUSTRY
SUPERANNUATION
SCHEME

Super tips

- Log on to Superfacts for information about the Scheme and your retirement savings. To access Superfacts, type www.superfacts.co.nz in the white address bar at the top of your screen (underneath the back button), enter your employer no. (900054), your member number (shown on your benefit statement) and PIN.
- Don't forget to let us know your new address if you move house, otherwise you may not receive important information about the Scheme and your savings. You can change your address online by selecting the 'Personal Details' tab on www.superfacts.co.nz or completing and returning a 'Changes to Your Superannuation' form available from your payroll.
- Review your nominated beneficiaries regularly and ensure they are up to date, particularly if your personal circumstances have changed.
- If you need a new PIN or have a question about the Scheme (including the annual report and benefit statement), call the freephone 0800 355 900.

Scheme statistics for the year ended 31 March

	2007	2006
Credited interest rates:		
Cash fund	4.55%	5.40%
Cash/Conservative	4.76%	8.03%
Conservative fund	4.97%	10.65%
Conservative/Balanced	5.46%	13.58%
Balanced fund	5.95%	16.50%
Balanced/Growth	6.53%	18.54%
Growth fund	7.10%	20.58%
Contributions received during the year		
Member	\$19,018,572	\$16,948,980
Employer	\$17,790,623	\$16,119,180
Transfers in		
	\$3,536,884	\$2,767,057
Benefits paid during the year		
	\$27,498,218	\$28,859,193
Total fund size		
	\$315,795,866	\$285,920,871

CHAIRMAN'S REPORT

On behalf of the Trustee I am pleased to report that your Scheme has had another sound year. The Scheme now manages over \$315 million on behalf of more than 5,900 members. After very strong investment returns in 2005/2006, the interest rates credited to members for the 2006/2007 year (shown in the table below) are more in line with what can be expected over the longer term.

On the investment front, returns from all asset classes in which the Scheme invests were positive, some such as Trans-Tasman property and global property significantly so. Sharemarket returns were generally good, both locally and internationally, although the rising dollar impacted on the return from international shares, the largest asset type in the Scheme's Balanced and Growth investment funds. The New Zealand dollar was very strong, and over the year effectively cancelled out the previous year's fall. The Trustee's currency hedging¹ policy made a very real difference to the Fund's overall return. A comparison of the returns from each asset class against the benchmark (or target) return is shown on page 6 of this report.

The returns for the year are reflected in the interest rates credited to members as shown in the table below:

Year ended 31 March	2007	2006	2005	2004	2003
Cash fund	4.55%	5.40%	4.25%	4.11%	
Cash/Conservative	4.76%	8.03%	4.69%	6.87%	
Conservative fund	4.97%	10.65%	5.13%	9.63%	
Conservative/Balanced	5.46%	13.58%	5.55%	12.73%	
Balanced fund	5.95%	16.50%	5.96%	15.84%	-8.76%
Balanced/Growth	6.53%	18.54%	6.26%	17.96%	
Growth fund	7.10%	20.58%	6.55%	20.09%	

During the year the Trustee commissioned a review of the Scheme's death and permanent incapacity insurance arrangements. After considering submissions from all the major insurance companies, the Trustee elected to reappoint AXA as the insurer.

¹ protection against changes in the value of the New Zealand dollar

The Trustee welcomes 619 new members to the Scheme and, in particular, employees of DMV-Fonterra Excipients Limited and RD1 Limited. Both these companies have joined the Scheme as participating employers.

Peter Robertson resigned as Chairman of the Trustee following the February Board meeting. The Scheme has flourished during Peter's tenure as Chairman. His concern for members' welfare, commitment to ensuring the Scheme ran in the most cost-effective and efficient way, as well as his infectious enthusiasm for all matters concerning the Scheme, set a very high standard for others to follow. I sincerely thank Peter for his dedicated efforts on behalf of members both in his role as Chairman over the past seven and a half years and for four years prior to that as an individual Trustee.

As mentioned in last year's annual report, Neil Walker resigned in May 2006 after 15 years as a director and was replaced by Andy Williams, Product Manager, Lactose & Derivatives, Fonterra Hautapu. Andrew Steele resigned in August 2006 and was replaced by Jennifer Kerr, Group Director HR, Fonterra. On behalf of my fellow directors I would like to welcome Andy and Jennifer and thank Neil and Andrew for their contributions during their time as directors of the Trustee.

The year ahead will see the implementation of the Government's new KiwiSaver retirement savings initiative as well as some tax changes with implications for Scheme members. The desirability and importance of saving for retirement has received new impetus with these Government announcements. These initiatives and some flow-on changes to the Scheme are summarised in the next section of this report.

Tim McGuinness
Chairman

Introducing Tim McGuinness – your new Chairman

Tim McGuinness was appointed as Chairman of the Trustee effective 12 February 2007, following the resignation of Peter Robertson, Chairman since 1999.

Tim brings a broad range of experience to the Scheme. He has been involved in the investment management and superannuation industry in New Zealand for over 27 years, holding senior investment executive and fund management positions with Norwich Insurance and Royal and Sun Alliance.

In addition to his roles as Chairman of the Dairy Industry Superannuation Scheme Trustee Limited and the Fonterra Superannuation Scheme, Tim is involved with a number of other significant superannuation schemes including the Police Superannuation Scheme, the Fire Service Superannuation Scheme, NZ Qualifications Authority Scheme and Globus NZ Pension Scheme. He is also a Board member of the Government Superannuation Fund and a director of Whai Rawa Fund Limited.

KiwiSaver

You have probably already heard about KiwiSaver, the Government's new workplace savings initiative. In its recent Budget, the Government announced new tax advantages for members of KiwiSaver schemes and complying superannuation funds (that is, existing superannuation schemes that meet certain KiwiSaver criteria). It also announced that compulsory matching employer contributions (up to a maximum of 4% of the member's wages or salary) are to be phased in from 2008.

If you are a current Scheme member, you will be able to choose to take advantage of some of the features of Kiwisaver and still enjoy all the benefits of your current Scheme membership such as your employer's contribution of up to 9% of your wages or salary (before withholding tax), and the death and disablement insurance cover.

The following briefly summarises the changes and their implications for members.

Change to the Scheme – the Scheme is to be amended to become a "complying superannuation fund".

Your options – you will have a choice of either:

- Contributing to the Scheme as at present without any change to the current terms and conditions **OR**
- Having employer contributions of 4% of your wages or salary, together with an equivalent amount of your own contributions paid into "locked-in" accounts in the Scheme; with any excess contributions going into "unlocked" accounts as at present.

Potential benefits for you – if you choose to lock some or all contributions away you will be entitled to some tax benefits:

- Your employer's contributions, up to a maximum of 4% of your wages or salary, will be tax-free. Previously, tax at 33% was deducted from members' employer contributions. This could effectively increase the amount going into your Scheme accounts by up to 1.3% of wages or salary each year. **PLUS**

- Your contributions will be matched by a tax credit, up to a maximum of \$20 a week (\$1,040 a year). The credit of up to \$1,040 per annum will be paid into your Scheme account by IRD each year.

"Locked-in" means – you cannot access your "locked-in" accounts until the **later** of the date you would normally be eligible for New Zealand Superannuation (currently age 65) or the date you complete at least five years' membership of a KiwiSaver scheme or complying superannuation fund.

This will happen – from 1 July 2007 KiwiSaver and the tax benefits mentioned above will be available. Unfortunately, due to delays in finalising the legislation for superannuation schemes such as the Dairy Industry Superannuation Scheme, we will not be able to complete all the required changes to the Scheme documentation and administration systems by that date. The Trustee is endeavouring to implement the changes as quickly as possible.

Other KiwiSaver features that apply to Scheme

members – the Government is introducing some assistance for first home buyers, but the rules are still unclear and may or may not apply to the Scheme.

Other KiwiSaver benefits – the following KiwiSaver benefits are available to members of KiwiSaver schemes but not to complying superannuation funds:

- \$1,000 Government "start-up" contribution
- Government \$40 per annum fee subsidy

In addition, KiwiSaver schemes and other complying superannuation funds may offer the option to make withdrawals for first home purchase, hardship and serious illness, as well as a facility to divert some member contributions towards mortgage payments. The Scheme will not offer these benefits, at least initially. The Trustee may review this position at a later date.

More information will be provided to members prior to the implementation of the changes.

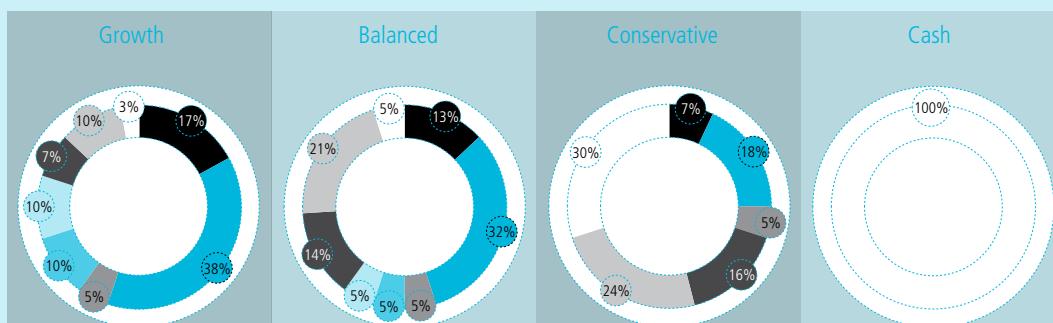
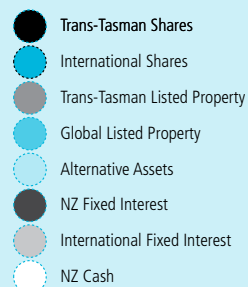
Where are the funds invested?

Members have a choice of investment funds in which to invest their superannuation savings. These options have been developed by the Trustee in conjunction with the Scheme's investment consultant to provide members with a range of funds with different investment return and risk profiles. This enables members to select the profile which best suits their needs. Each fund offers a diversified mix of investments.

Investment objectives and strategies

The investment objectives and strategies for the four investment funds are shown in the table below.

Sector mix at 31 March 2007



Growth assets:

shares, property & alternative assets

80%

60%

30%

0%

Income assets:

fixed interest & cash

20%

40%

70%

100%

Long-term investment objective:

To exceed inflation by 4% pa (actual percentage may vary from time to time) after tax and all expenses

To exceed inflation by 3% pa after tax and all expenses

To exceed inflation by 2% pa after tax and all expenses

To achieve a return close to the 90 day bank bill rate before tax and all expenses

Average annual return achieved:

13.4%
Over 4 years only

5.8%
Over 10 years

7.6%
Over 4 years only

4.6%
Over 4 years only

Value of members' investments at:

1 April 2006

\$25m

\$160m

\$60m

\$42m

31 March 2007

\$33m

\$178m

\$65m

\$41m

The Scheme's investment managers

The Scheme uses a range of managers to look after its investments. The Trustee looks for experienced and competent managers for each asset type and also ensures an appropriate level of diversification among managers so not too much is held by one manager. The managers employed by the Scheme and the asset types they manage are shown in the following table:

	\$m
AMP Capital Investors	
International shares (passive 150% hedged)	33
Global listed property	13
NZ fixed interest	18
Cash	35
Brook Asset Management	
Trans-Tasman shares	17
BT Funds Management	
Alternative assets	11
Overseas fixed interest*	28
ING	
Trans-Tasman shares	18
International shares (active unhedged)	15
Trans-Tasman listed property	16
NZ fixed interest	19
NZ cash	35
Tower Asset Management	
International shares (active unhedged)	16
International fixed interest	27
Tyndall Investment Management	
International shares (active unhedged)	16
	\$317

*During the year the assets invested in overseas fixed interest securities with Tyndall Investment Management were transferred to BT Funds Management.

How did it go last year?

As mentioned in the Chairman's report, last year was a reasonable year for the Scheme as a whole, with overall investment returns in line with medium to longer-term expectations.

Even though investment markets were fickle over the year, depending on the latest piece of news, returns from international sharemarkets on the whole were pretty good, with most large market groupings (USA, Europe and UK) producing returns of between 10% and 13% (before tax and fees) for the year before the effect of the strong New Zealand dollar was taken into account. The Japanese sharemarket was the only major disappointment, showing a return of only 3%. A 17% rise in the New Zealand dollar against both the US dollar and Japanese yen had a negative impact on New Zealand investors' returns from international shares. The Trustee maintained an effective 40% hedging level on the Scheme's investments in international shares over the year, which saw them provide a reasonable, but not spectacular, return of 8% for the year. Without the currency hedging, the return would have only been around 2%.

Despite disappointing earnings results from some companies, the New Zealand sharemarket returned 13% for the year, assisted significantly by continuing takeover activity. Returns from the Scheme's investments in Trans-Tasman shares were helped by a strong performance from the Australian sharemarket.

Listed property markets (that is, shares in property companies), both international (+30%) and Trans-Tasman (+32%), were very strong as many investors moved into this asset type. Returns from New Zealand listed property were helped by the investment tax changes announced late last year. The Trustee hedges 100% of the Scheme's international property investments, so returns were not affected by the rise in the New Zealand dollar over the year.

New Zealand cash returns at 8% for the year were well above average and reflect the Reserve Bank's efforts to control inflation by raising interest rates. Unfortunately the higher short-term interest rates held back returns from New Zealand fixed interest investments to a below-average 4%. Returns from the Scheme's investments in international fixed interest, which are fully hedged, were reasonable.

Note: all returns quoted are before tax and fees.

How do the returns look against our targets?

The Trustee sets targets and measures performance at a number of levels:

		Measure
Level 1	Four principal fund options	The level of return after tax and expenses above inflation measured against the investment objectives set by the Trustee
Level 2	Each asset type	The managers' performance measured against the specified market index relevant to that asset class
Level 3	Balanced Fund	The gross return before tax and fees measured against other similar funds in the Mercer NZ Managed Fund Survey

Investment fund performance

The Scheme's performance results for each of the principal investment funds against the long-term real return objectives are shown in the table on page 4.

Manager performance

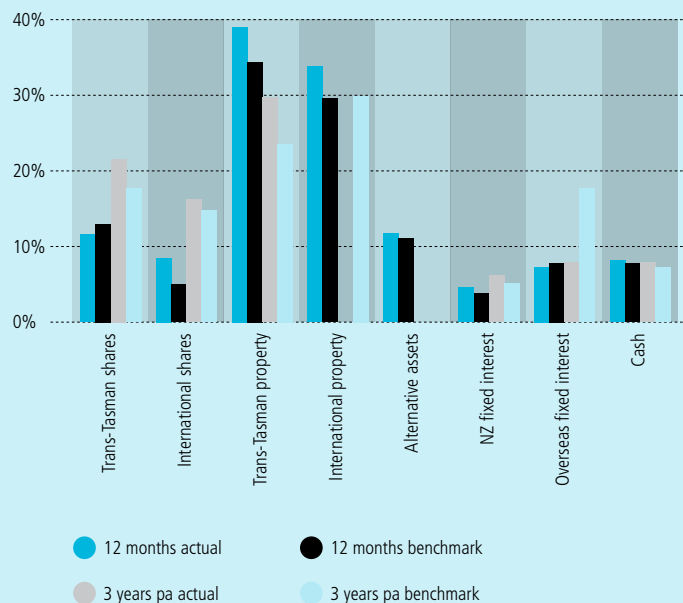
The returns from each asset type for the year ended 31 March 2007 and the last three years, together with a comparison with the relevant market indices, are shown to the right. The returns are before investment fees, Scheme expenses and income tax. The Scheme's active international shares, property and New Zealand fixed interest managers on the whole added value over their benchmark market indices during the past year. New Zealand shares and international fixed interest returns were below the index for the year but remain ahead over the last three years.

Balanced fund performance

The Balanced Fund's returns compare very favourably with other schemes in the Mercer New Zealand Managed Fund Survey:

2007	Top 25%
Last three years	Top 25%
Over five years	Top 25%

Actual Returns V Benchmark For Each Asset Type Over One & Three Years (Before Tax and Expenses)



FREQUENTLY ASKED QUESTIONS

How do I access the Scheme website?

1. Type www.superfacts.co.nz in the address bar at the top of your screen.
2. Click on:  A rectangular button with a light blue background and a dark blue border. The text 'Looking for help logging in?' is in dark blue, and there is a right-pointing arrow icon on the right side.
3. You'll need your employer number (900054), member number (shown on your benefit statement) and PIN (call 0800 355 900 for a new PIN)

What will I get if I leave?

The benefit you're entitled to varies, depending on why you are leaving the Scheme. You can view an estimate of your current leaving service benefit and your death and disablement benefits by logging on to www.superfacts.co.nz. Estimates of redundancy benefits are available from the Scheme's administrator.

Refer to pages 8 and 9 of your Members Information Booklet for a detailed description of the Scheme's benefits.

When will my benefit be paid?

If you resign or retire, your benefit cannot be paid until your final contributions are received by the Scheme's administration manager. This depends on your pay cycle and can be up to two weeks after your final contributions are deducted from your pay (or one month if you are paid monthly) but often much sooner.

Can I make a withdrawal before I leave the Scheme?

Unless you are an individual member (that is, you have left service and the Trustee has invited you to become an individual member), you are not entitled to receive a benefit before you leave your Scheme. (You cannot leave the Scheme until you leave your employer.)

The only exception is if your benefit is subject to a Court order under the Property (Relationships) Act.

If I change from wages to salary, what happens to my super?

If you change from wages to salary you have the option to transfer to the Fonterra Superannuation Scheme. However, the best option for you depends on your personal circumstances. You should discuss this with Human Resources or your payroll. Alternatively, you can call the Scheme administrator.

If you remain in the Scheme, you will be an elective member. Refer to your copy of the Scheme's Members Information Booklet for further information about elective membership.

Can I change or stop my contributions to the Scheme?

You can vary your contribution rate or stop your contributions at any time by completing the appropriate section of the 'Changes to your superannuation' form and returning it to Human Resources or your payroll.

If you change your contribution rate, it will affect your insured benefits. Refer to page 6 of the Scheme's Members Booklet for further information.

If you stop contributing:

- your employer's contributions will cease from the same date;
- you will no longer be entitled to the insured death and permanent incapacity benefits.

SCHEME MANAGEMENT



Mark Apiata-Wade
Elected by Dairy Workers
Union



Jennifer Kerr
Elected by employer
companies



**Tim McGuinness
(Chairman)**
Elected by employer
companies



Guy Roper
Elected by employer
companies



David Scott
Elected by employer/s
identified by the Trustee



Tony Wilding
Elected by employer
companies



Andy Williams
Elected by Dairy Division,
NZ Institute of Food
Science & Technology

Trustee statement

The Trustee certifies, in accordance with the Superannuation Schemes Act 1989, that:

- All contributions required to be made to the Scheme in accordance with the terms of the Trust Deed and the most recent Actuarial Valuation Report have been made.
- All benefits required to be paid from the Scheme in accordance with the terms of the Trust Deed have been paid.
- The market value of the assets of the Scheme at 31 March 2007 equalled the total value of benefits that would have been payable had all members of the Scheme ceased to be members at that date and had provision been made for the continued payment of all benefits being paid to members and other beneficiaries at that date.

T. McGuinness
For the Trustee

Scheme costs

The directors of the Trustee maintain a close watch on the Scheme's expenses. The following table compares the Scheme costs over the last two years.

	2007	2006
	\$000s	\$000s
Investment fees	915	749
Administration & actuarial fees	471	405
Auditors' remuneration		
- audit	26	37
- taxation advice	33	21
Legal & other expenses	166	177
Cost to members before tax	1,611	1,389
Income tax	(532)	(458)
Cost to members after tax	1,079	931
Average retirement savings \$m	301	265
% cost to members		
- reporting and administration	0.2%	0.2%
- investment management	0.2%	0.2%
Insurance premiums \$000	2,400	2,106
% cost to members	0.8%	0.8%

Deaths

The following members died during the Scheme year: W B Bolger (Fonterra), A Chand (Fonterra), K A Collins (Fonterra), P Franks (Fonterra), B G Gibbs (Fonterra), T R Jones (Fonterra), I W Menzies (Fonterra), J A Reid (Fonterra), I L Satherley (Fonterra), C R Saywell (Fonterra Brands), E C Tito (Preserved)

The following pensioners died during the Scheme year: V B Edwards, E E I Egerton, E M Good, H A Lennon, J G Mitchell, E J Shaskey

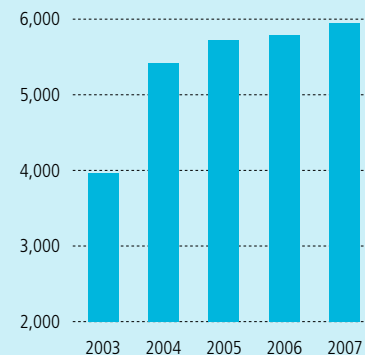
Sympathy is extended to the families of members and pensioners who have died.

Membership

	Employee Members	Individual Members	Preserved Members	Pensioners	Total
At 1 April 2006	5,340	88	245	113	5,786
New members	619	23	5	2	649
Transfers in	100	-	-	-	100
Transfers out	(9)	-	-	-	(9)
Resignations	(347)	-	-	-	(347)
Withdrawals/ commutations	-	(12)	(11)	-	(23)
Retirements	(66)	-	-	-	(66)
Redundancies	(170)	-	-	-	(170)
Deaths	(10)	-	(1)	(6)	(17)
At 31 March 2007	5,457	99	238	109	5,903

Transfers in were mainly from the NZ Dairy Foods Scheme.

The following graph shows the growth in Scheme membership over the past five years.



SUMMARY FINANCIAL STATEMENTS

For the year ended 31 March 2007

Diary Industry Super Scheme

2007

2006

\$

\$

Statement of Financial Performance

Revenue

Net Investment Revenue	19,262,022	35,480,374
Group Life Claims	1,305,617	2,651,417
Use of Money Interest	52,747	84,379
Total Revenue	20,620,386	38,216,170

Less

Expenses

Administration and Actuarial Fees	470,552	405,326
Auditors' Remuneration - Audit Fees	25,569	36,635
- Taxation Consulting	32,807	20,937
Group Life Premiums	2,400,501	2,106,094
Other Expenses	165,899	177,067
Total Expenses	3,095,328	2,746,059
Surplus before Taxation and Membership Activities	17,525,058	35,470,111
Income Tax Expense	497,924	158,924
Surplus after Taxation and before Membership Activities	17,027,134	35,311,187

Membership Activities

Member Contributions	19,018,572	16,948,980
Employer Contributions	17,790,623	16,119,180
Transfers in from Other Schemes	3,536,884	2,767,057
Less Benefits Paid	27,498,218	28,859,193
Total Membership Activities	12,847,861	6,976,024
Benefits Accrued During the Year	29,874,995	42,287,211

2007

\$

2006

\$

Statement of Financial Position

Assets

Investments	316,924,872	287,229,360
Current Assets	60,632	455,105
Total Assets	316,985,504	287,684,465

Less

Liabilities

Benefits Payable	776,851	1,332,816
Contributions Refundable	-	3,337
Sundry Creditors	171,143	163,997
Non-Current Liabilities - Deferred Tax	241,644	263,444
Total Liabilities	1,189,638	1,763,594
Liability for Accrued Benefits	315,795,866	285,920,871

Vested Benefits*

289,517,342	259,908,670
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Statement of Cash Flows

Net Cash Flows from Operating Activities	10,392,602	7,707,645
Net Cash Flows from Investing Activities	(10,350,000)	(8,899,844)
Net Increase/(Decrease) in Cash Held	42,602	(1,192,199)
Cash at Beginning of Year	9,904	1,202,103
Cash at End of Year	52,506	9,904

*Vested Benefits are benefits payable to members or beneficiaries under the conditions of the Trust Deed, on the basis of all members ceasing to be members of the Scheme at balance date.



To the members of Dairy Industry Superannuation Scheme

We have audited the summary financial report of Dairy Industry Superannuation Scheme for the year ended 31 March 2007 as set out on pages 10 and 11.

Responsibilities of the Trustee and Auditor

The Trustee is responsible for the preparation of a summary financial report in accordance with generally accepted accounting practice in New Zealand. It is our responsibility to express to you an independent opinion on the financial report presented by the Trustee.

Basis of Opinion

Our audit was conducted in accordance with New Zealand Auditing Standards and involved carrying out procedures to ensure the summary financial report is consistent with the full financial report on which the summary financial report is based. We also evaluated the overall adequacy of the presentation of information in the summary financial report against the requirements of FRS-39: *Summary Financial Reports*.

Other than in our capacity as auditor we have no other relationship with or interests in the Dairy Industry Superannuation Scheme.

Unqualified Opinion

In our opinion:

- the summary financial report has been correctly extracted from the full financial report; and
- the information reported in the summary financial report complies with FRS-39: *Summary Financial Reports* and is consistent in all material respects with the full financial report from which it is derived and upon which we expressed an unqualified audit opinion in our report to members dated 7 June 2007.

We completed our work for the purposes of this report on 14 June 2007.

Wellington

A Summary of the Scheme's audited financial statements for the year ended 31 March 2007 which were authorised for issue on 14 June 2007 is shown on pages 10 and 11.

The summary financial report has been extracted from the full audited financial statements dated 31 March 2007 and therefore cannot be expected to provide as complete understanding as provided by the full financial statements of the financial performance, position and cash flows of the entity. A copy of the full financial statements can be obtained from the Scheme's Secretary free of charge.

The auditor has examined the summary financial report for consistency with the audited financial statements and has issued an unqualified opinion.

Declared interest rates for the year to 31 March 2007

Period	Cash		Conservative		Balanced		Balanced Growth	
	Cash	Conservative	Conservative	Balanced	Balanced	Growth	Growth	
2006								
April	0.33%	0.26%	0.19%	0.17%	0.15%	0.16%	0.16%	
May	0.40%	-0.11%	-0.61%	-1.07%	-1.52%	-1.77%	-2.01%	
June	0.44%	0.66%	0.87%	1.00%	1.13%	1.21%	1.28%	
July	0.36%	0.35%	0.34%	0.36%	0.37%	0.40%	0.42%	
August	0.36%	0.24%	0.12%	0.03%	-0.07%	-0.12%	-0.17%	
September	0.36%	0.50%	0.63%	0.77%	0.91%	1.00%	1.08%	
October	0.40%	0.61%	0.81%	1.10%	1.38%	1.59%	1.80%	
November	0.37%	0.49%	0.61%	0.78%	0.95%	1.08%	1.21%	
December	0.37%	0.59%	0.80%	1.00%	1.19%	1.38%	1.57%	
2007								
January	0.41%	0.57%	0.72%	0.98%	1.24%	1.45%	1.65%	
February	0.32%	0.16%	-0.01%	-0.20%	-0.39%	-0.52%	-0.65%	
March	0.38%	0.41%	0.44%	0.49%	0.53%	0.59%	0.65%	
Equivalent Annual Rate	4.55%	4.76%	4.97%	5.46%	5.95%	6.53%	7.10%	

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Trust deed

No changes have been made to the trust deed during the year. However, a review of the trust deed is currently under way to incorporate changes required for the KiwiSaver environment and for other proposed amendments necessary to update the Scheme.

Prospectus

The registration date of the Scheme's most recent prospectus was 22 September 2006.

Summary of actuarial report as at 31 March 2007

An actuarial valuation was carried out as at 31 March 2007. The valuation assumptions were the same as those used for last year's actuarial valuation, which reflected pensioners enjoying longer expectancy of life and anticipated future Scheme returns of 5% pa.

The actuarial review reported a deficit, which the Actuary recommended be funded immediately by the transfer of \$249,370 from the Reserve Fund to the Non Allocated Fund. The Trustee has adopted this recommendation and the Non Allocated Account is in a balanced position as at 31 March 2007.

Scheme Personnel – here to help you

Derek Vincent was recently appointed as Secretary to the Scheme. Contact Derek if you would like to correspond with the Trustee, have any questions about this report, or for a copy of the Scheme's audited financial statements. Copies of the Scheme's statement of investment policy and objectives are also available free of charge from Derek.

Derek can be contacted at:

Freephone: 0800 355 900

Telephone: (04) 890 7064

Facsimile: (04) 914 0434

P O Box 2897, Wellington

Peter Alsop continues to take care of the day-to-day running of the Scheme. Please call Peter or the Member Helpline if there is any aspect of the Scheme or this report you do not understand.

Peter can be contacted at:

Freephone: 0800 355 900

Telephone: (04) 890 7026

Facsimile: (04) 914 0434

P O Box 1849, Wellington

Looking for more information?

Internet access: www.superfacts.co.nz

Member Helpline: 0800 355 900

Directory

Administrator

All correspondence should be addressed to:

Secretary

Dairy Industry Superannuation Scheme

C/- Mercer Human Resource

Consulting Ltd

P O Box 2897

Wellington

Freephone: 0800 355 900

Telephone: (04) 890 7000

Facsimile: (04) 915 0434

Administers the Scheme on behalf of the Trustee.

Investment Managers

AMP Capital Investors (NZ) Limited

Brook Asset Management

BT Funds Management

ING Investment Services Limited

Tower Asset Management Limited

Tyndall Investment Management New

Zealand Limited

Responsible for investing the Scheme's assets in accordance with the investment policy adopted by the Trustee.

Actuary

Mercer Human Resource Consulting
Conducts actuarial reviews.

Insurance Provider

National Mutual Life Association of New Zealand Limited (trading as AXA New Zealand Limited)

Provides the cover for the insurance benefits.

Solicitors

Kensington Swan

Advises the Trustee on legal issues affecting the Scheme.

Auditor

KPMG

Audits the Scheme's financial statements.

Investment Consultant

Mercer Investment Consulting

Assists the Trustee in setting investment policy and monitoring the investment managers.

DAIRY
INDUSTRY
SUPERANNUATION
SCHEME

Privacy Act

Your personal information may be held for the purposes of the Scheme and when necessary passed between your employers, the Trustee and the Scheme's professional advisers. If you wish to check or amend your personal information, please contact the Scheme Secretary