

**NGĀTI RANGI**

and

**THE TRUSTEES OF TE TŌTARAHOE O PAERANGI TRUST**

and

**THE CROWN**

---

**DEED OF SETTLEMENT SCHEDULE:  
PROPERTY REDRESS**

---

*[DATE]*

*[Initials]*

## TABLE OF CONTENTS

1	DISCLOSURE INFORMATION AND WARRANTY .....	3
2	VESTING OF CULTURAL REDRESS PROPERTIES.....	5
3	COMMERCIAL REDRESS PROPERTIES.....	6
4	DEFERRED SELECTION PROPERTIES .....	11
5	DEFERRED PURCHASE.....	25
6	TERMS OF TRANSFER FOR COMMERCIAL REDRESS AND PURCHASED DEFERRED SELECTION PROPERTIES .....	46
7	NOTICE IN RELATION TO REDRESS AND DEFERRED SELECTION PROPERTIES .....	58
8	DEFINITIONS.....	59

## 1 DISCLOSURE INFORMATION AND WARRANTY

### DISCLOSURE INFORMATION

#### 1.1. The Crown –

- 1.1.1. has provided information to the governance entity and/or Ngāti Rangi about the redress properties, by –
  - (a) Office of Treaty Settlements to the Ngāti Rangi Trust in relation to –
    - (i) Ohakune Police Station and Waiouru Police Station on 5 April 2017; and
    - (ii) the cultural redress properties where LINZ Treaty Settlements Landbank is the land holding agency on 6 April 2017; and
    - (iii) the cultural redress properties where Department of Conservation is the land holding agency on 24 April and 12 May 2017; and
  - (b) Land Information New Zealand to the Ngāti Rangi Trust in relation to Part Karioi Forest on 23 December 2016; and
- 1.1.2. must under paragraph 5.2.1 provide information to the governance entity about a deferred selection property if the governance entity has, in accordance with part 5, given the Crown notice of interest in purchasing the property.

### WARRANTY

- 1.2. The Crown warrants to the governance entity and/or Ngāti Rangi that the Crown has given to the governance entity and/or Ngāti Rangi in its disclosure information about an acquired property all material information that, to the best of the land holding agency's knowledge, is at the date of providing that information, in the agency's records about the property (including its encumbrances), –
  - 1.2.1. having inspected the agency's records; but
  - 1.2.2. not having made enquiries beyond the agency's records; and
  - 1.2.3. in particular, not having undertaken a physical inspection of the property.

### WARRANTY LIMITS

- 1.3. Other than under paragraph 1.2, the Crown does not give any representation or warranty, whether express or implied, and does not accept any responsibility, with respect to –
  - 1.3.1. an acquired property, including in relation to –
    - (a) its state, condition, fitness for use, occupation, or management; or

---

**1: DISCLOSURE INFORMATION AND WARRANTY**

- (b) its compliance with –
  - (i) legislation, including bylaws; or
  - (ii) any enforcement or other notice, requisition, or proceedings; or

1.3.2. the disclosure information about an acquired property, including in relation to its completeness or accuracy.

1.4. The Crown has no liability in relation to the state or condition of an acquired property, except for any liability arising as a result of a breach of paragraph 1.2.

**INSPECTION**

1.5. In paragraph 1.6, relevant date means, in relation to an acquired property that is –

- 1.5.1. a redress property, the date of this deed; and
- 1.5.2. a purchased deferred selection property, the day on which the governance entity gives an election notice electing to purchase the property.

1.6. Although the Crown is not giving any representation or warranty in relation to an acquired property, other than under paragraph 1.2, the governance entity and/or Ngāti Rangi acknowledges that it could, before the relevant date, –

- 1.6.1. inspect the property and determine its state and condition; and
- 1.6.2. consider the disclosure information in relation to it.

## 2 VESTING OF CULTURAL REDRESS PROPERTIES

### SAME MANAGEMENT REGIME AND CONDITION

- 2.1. Until the settlement date, the Crown must –
  - 2.1.1. continue to manage and administer each cultural redress property in accordance with its existing practices for the property; and
  - 2.1.2. maintain each cultural redress property in substantially the same condition that it is in at the date of this deed.
- 2.2. Paragraph 2.1 does not –
  - 2.2.1. apply to a cultural redress property that is not managed and administered by the Crown; or
  - 2.2.2. require the Crown to restore or repair a cultural redress property damaged by an event beyond the Crown's control.

### ACCESS

- 2.3. The Crown is not required to enable access to a cultural redress property for the governance entity or members of the Ngāti Rangi, except under clause 8.15.2 of the deed of settlement.

### COMPLETION OF REQUIRED DOCUMENTATION

- 2.4. Any documentation, required by the settlement documentation to be signed by the governance entity in relation to the vesting of a cultural redress property, must, on or before the settlement date, be –
  - 2.4.1. provided by the Crown to the governance entity; and
  - 2.4.2. duly signed and returned by the governance entity.

### SURVEY AND REGISTRATION

- 2.5. The Crown must arrange, and pay for, –
  - 2.5.1. the preparation, approval and, where applicable the deposit, of a cadastral survey dataset of a cultural redress property to the extent it is required to enable the issue, under the settlement legislation, of a computer freehold register for the property; and
  - 2.5.2. the registration of any document required in relation to the vesting under the settlement legislation of a cultural redress property in the governance entity.

### **3 COMMERCIAL REDRESS PROPERTIES**

<b>Name/Address</b>	<b>Description</b>	<b>Encumbrances</b>	<b>Transfer value</b>	<b>Land holding agency</b>	<b>Leaseback?</b>
<b><i>Licensed land</i></b>					
Part Karioi Forest	<p>10042.75 hectares, approximately, being Part Lot 2 DP 442574, Lots 1, 2, 3 and 5 DP 70969, Lot 1 DP 70973, Lot 1 and Part Lot 2 DP 70578, Lots 1 and 2 DP 70426 and Sections 1 and 2 SO 38291. Subject to survey*.</p>	<p>Subject to a Crown forestry licence held in computer interest register WN1300/4, a variation held in 9836728.1, and a sub-licence held in 8030478.1.</p> <p>Subject to a protective covenant held in computer interest register WN1300/16.</p> <p>Subject to a public access easement certificate held in computer interest register WN1300/17.</p> <p>State Highway 49 adjoining the property is a limited access road by Gazette notice 171903.1.</p> <p>Subject to a Notice pursuant to section 91 of the Government Roading Powers Act 1989 registered as instrument B616937.1.</p> <p>Subject to a Notice pursuant to section 91 of the Government Roading Powers Act 1989 registered as instrument B616937.2.</p> <p>Subject to a Notice pursuant to section</p>	\$8.181 million	Land Information New Zealand	No

**3: COMMERCIAL REDRESS PROPERTIES**

		91 of the Government Roading Powers Act 1989 registered as instrument B616937.3.  Subject to a Notice pursuant to section 91 of the Government Roading Powers Act 1989 registered as instrument B616937.4.  Subject to a Notice pursuant to section 91 of the Government Roading Powers Act 1989 registered as instrument B616937.5.  Subject to a Notice pursuant to section 91 of the Government Roading Powers Act 1989 registered as instrument B616937.6.  Subject to a Notice pursuant to section 91 of the Government Roading Powers Act 1989 registered as instrument B616937.7.  Subject to a Notice pursuant to section 91 of the Government Roading Powers Act 1989 registered as instrument B616937.8.  Subject to an easement in gross for telecommunications purposes contained in Transfer 6574792.1.  Subject to an easement for a			
--	--	--	--	--	--

**3: COMMERCIAL REDRESS PROPERTIES**

		<p>right to convey water and a right to convey contaminated effluent contained in Transfer 719788.2.</p> <p>Subject to an Encumbrance registered as instrument 9092632.1.</p> <p>Subject to a Notice pursuant to section 195(2) of the Climate Change Response Act 2002 registered as Instrument 9282663.1.</p> <p>Subject to an easement in gross for a right to transmit telecommunications and maintain clear line of sight (shown as E, I, K, L, Q and T on DP 442574), to be created.</p> <p>Together with an easement for a right of way over Lot 1 DP 442574, to be created.</p> <p>Subject to an easement for a right of way over Lot 2 DP 442574, to be created.</p> <p>Subject to an easement for a right of way to enable Crown to access arsenic dump over Lot 2 DP 442574, to be created.</p> <p>Subject to a right to convey telecommunications and maintain clear line of sight registered as instrument</p>			
--	--	---	--	--	--

3: COMMERCIAL REDRESS PROPERTIES

		10816548.2 Subject to an easement for a right of way registered as instrument 10816548.3  Together with an easement for a right of way to be created in the form set out in part 10.4 of the documents schedule			

*Other commercial redress property*

Ohakune Police Station	0.0842 hectares, more or less, being Lots 4, 5, 6, 7, 8, 9, 10, 11 and 12 DP 2026. All computer freehold register WN18D/865.  0.1012 hectares, more or less, being Section 18 Block II Township of Ohakune. All computer		\$173,065.00	New Zealand Police	Yes
------------------------	--	--	--------------	--------------------	-----

*Initialled version of the Deed of Settlement between Ngāti Rangi and the Crown for ratification purposes*  
**NGĀTI RANGI DEED OF SETTLEMENT:**  
**PROPERTY REDRESS**

---

**3: COMMERCIAL REDRESS PROPERTIES**

	freehold register WN84/31.				
Waiouru Police Station	0.9667 hectares, more or less, being Section 1 SO 352764. All computer interest register 224861.		\$73,751.50	New Zealand Police	Yes
<b>Total transfer values</b>					
<b>\$8,427,816.50</b>					

\*Excludes arsenic dump, refer to clause 10.7.

## 4 DEFERRED SELECTION PROPERTIES

Name/Address	Description	Valuation Process (Separately/Jointly)	Land holding Agency	Deferred selection period	Leaseback?
Ohakune Primary School site	3.92 hectares, approximately, being Part Section 37 Ohakune Village. Part computer freehold register 416240. Subject to survey. 0.5463 hectares, more or less, being Lot 1 DP 16627. All computer freehold register WN597/175. 0.1341 hectares, more or less, being Lot 1 DP 314677. All computer freehold register 58015. 0.6752 hectares, more or less, being Lot 2 DP 314677. All computer freehold register 58016	[Separately]	Ministry of Education	2 years	Yes
Ruapehu College site	3.51 hectares, approximately, being Part Section 43 and Section 62 Ohakune Village Settlement. Balance Proclamation 5894. Subject to survey 2.57 hectares,	[Separately]	Ministry of Education	2 years	Yes

4: DEFERRED SELECTION PROPERTIES

	approximately, being Part Sections 60 and 61 Ohakune Village Settlement. Part Gazette 1983 p 1924. Subject to survey.  1.80 hectares, approximately, being Part Section 45 Ohakune Village Settlement. Part Gazette notice 818752. Subject to survey.  2.1001 hectares, more or less, being Part Section 45 Ohakune Village Settlement. All computer freehold register WN585/121.				
Conway Conservation Area	<i>Wellington Land District – Ruapehu District</i>  0.2836 hectares, more or less, being Lots 13, 14 and 15 DP 15558. Balance Gazette notice 548798.	[Separately]	Department of Conservation	2 years	No
Foyle Street Conservation Area	<i>Wellington Land District – Ruapehu District</i>  0.2024 hectares, more or less, being Sections 15 and 16 Block XXI Town of Ohakune. All Gazette 1992, p 766.	[Separately]	Department of Conservation	2 years	No

4: DEFERRED SELECTION PROPERTIES

LINZ property 11876 Closed Road Ruanui Street, Waiouru	<i>Wellington Land District – Ruapehu District</i>  0.19 hectares, approximately, being Closed Road SO 25934. Balance Proclamation 720864. Subject to survey.	[Separately]	Land Information New Zealand	2 years	No
LINZ property 12131 - Nei Street, Rangataua	<i>Wellington Land District – Ruapehu District</i>  0.09 hectares, approximately, being Part Railway Land adjacent to Lot 10 DP 75916. Part Gazette notice B211183.1. Subject to survey.	[Separately]	Land Information New Zealand	2 years	No
LINZ property 12132 - Nei Street, Rangataua	<i>Wellington Land District – Ruapehu District</i>  0.11 hectares, approximately, being Part Railway Land adjacent to Lots 8 and 9 DP 75916. Part Gazette notice B211183.1. Subject to survey.	[Separately]	Land Information New Zealand	2 years	No
LINZ property 12133 - Nei Street, Rangataua	<i>Wellington Land District – Ruapehu District</i>  0.21 hectares, approximately, being Part Railway Land adjacent to Lots 5 and 6 DP 75916. Part Gazette notice B211183.1. Subject to	[Separately]	Land Information New Zealand	2 years	No

4: DEFERRED SELECTION PROPERTIES

	survey.				
LINZ property 12134 - Nei Street, Rangataua	<i>Wellington Land District – Ruapehu District</i>  0.17 hectares, approximately, being Part Railway Land adjacent to Lots 4 and 5 DP 75916. Part <i>Gazette</i> notice B211183.1. Subject to survey.	[Separately]	Land Information New Zealand	2 years	No
LINZ property 12135 - Nei Street, Rangataua	<i>Wellington Land District – Ruapehu District</i>  4.18 hectares, approximately, being Part Railway Land adjacent to Part Section 45 Block V Karioi Survey District. Part <i>Gazette</i> notice B211183.1. Subject to survey.	[Separately]	Land Information New Zealand	2 years	No
LINZ property 15247 - Part Waiouru Railway Station	<i>Wellington Land District – Ruapehu District</i>  1.32 hectares, approximately, being Part Railway Land adjacent to Part Lot 2 DP 73989. Part Proclamation 464. Subject to survey.	[Separately]	Land Information New Zealand	2 years	No
LINZ property 15248 - Part Waiouru Railway Station	<i>Wellington Land District – Ruapehu District</i>  3.25 hectares, approximately,	[Separately]	Land Information New Zealand	2 years	No

4: DEFERRED SELECTION PROPERTIES

	being Part Railway Land adjacent to Lot 4 DP 67393, Lot 1 DP 71511 and Lot 2 DP 346261. Part Proclamation 464. Subject to survey.				
LINZ property 15249 - Rangipo and Ruahine Street, Waiouru	<i>Wellington Land District – Ruapehu District</i>  0.07 hectares, approximately, being Part Railway Land adjacent to Lot 2 DP 378657. Part Proclamation 464. Subject to survey.	[Separately]	Land Information New Zealand	2 years	No
LINZ property 15250 – Rangipo and Ruahine Street, Waiouru	<i>Wellington Land District – Ruapehu District</i>  0.08 hectares, approximately, being Part Railway Land adjacent to Lot 2 DP 378657. Part Proclamation 464. Subject to survey.	[Separately]	Land Information New Zealand	2 years	No
LINZ property 15251 - Rangipo Street, Waiouru	<i>Wellington Land District – Ruapehu District</i>  0.17 hectares, approximately, being Part Railway Land adjacent to Lot 1 DP 74522 and Lot 6 DP 61146. Part Proclamation 464. Subject to survey.	[Separately]	Land Information New Zealand	2 years	No
LINZ property 15282 - Turakina	<i>Wellington Land District – Ruapehu</i>	[Separately]	Land Information New Zealand	2 years	No

4: DEFERRED SELECTION PROPERTIES

Valley Road, SH49, Tangiwai	<i>District</i>  0.62 hectares, approximately, being Part Railway Land adjacent to Tangiwai Station Road, Tangiwai. Part Proclamation 464. Subject to survey.		Zealand		
LINZ property 15284 - Carter Merchants, Nei Street, Rangataua	<i>Wellington Land District – Ruapehu District</i>  0.07 hectares, approximately, being Part Railway Land adjacent to Lots 11 and 12 DP 75916. Part <i>Gazette</i> notice B211183.1. Subject to survey.	[Separately]	Land Information New Zealand	2 years	No
LINZ property 15285 – Vacant Land, Nei Street, Rangataua	<i>Wellington Land District – Ruapehu District</i>  0.09 hectares, approximately, being Part Railway Land adjacent to Lot 9 DP 75916. Part <i>Gazette</i> notice B211183.1. Subject to survey.	[Separately]	Land Information New Zealand	2 years	No
LINZ property 15286 and 15310 – Vacant land, Nei Street, Rangataua	<i>Wellington Land District – Ruapehu District</i>  0.21 hectares, approximately, being Part Railway Land adjacent to Lot 1 DP 75916 and Nei Street. Part <i>Gazette</i> notice B211183.1.	[Separately]	Land Information New Zealand	2 years	No

4: DEFERRED SELECTION PROPERTIES

	Subject to survey.				
LINZ property 15287 - Inland side of rail, Rangataua	<p><i>Wellington Land District – Ruapehu District</i></p> <p>1.20 hectares, approximately, being Part Railway Land adjacent to Part Section 45 Block V Karioi Survey District and Dreadnought Road. Part Gazette notice B211183.1. Subject to survey.</p>	[Separately]	Land Information New Zealand	2 years	No
2-4 Ayr Street, Ohakune	<p><i>Wellington Land District – Ruapehu District</i></p> <p>0.2083 hectares, more or less, being Part Section 8 and Sections 9 and 10 Block V Town of Ohakune. All computer freehold register 430761.</p>	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
Clyde Rd (SH49), Ohakune	<p><i>Wellington Land District – Ruapehu District</i></p> <p>0.0618 hectares, more or less, being Part Sections 6 and 8 Block V Town of Ohakune. Balance computer freehold register WN49D/287.</p>	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
9 Clyde Street, Ohakune	<p><i>Wellington Land District – Ruapehu District</i></p>	[Separately]	LINZ Treaty Settlements Landbank	2 years	No

4: DEFERRED SELECTION PROPERTIES

	0.2075 hectares, more or less, being Sections 7 and 9 SO 318591. All computer freehold register 601697.				
Cnr Nei/Marino Street, Rangataua	<i>Wellington Land District – Ruapehu District</i>  0.1012 hectares, more or less, being Section 17 Block II Town of Rangataua.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
33 Foyle Street, Ohakune	<i>Wellington Land District – Ruapehu District</i>  0.0778 hectares, more or less, being Section 1 SO 31870. All computer freehold register WN42A/157.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
41 Miharo Street, Rangataua	<i>Wellington Land District – Ruapehu District</i>  0.1012 hectares, more or less, being Section 15 Block II Town of Rangataua.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
32 Piwari Street, Rangataua	<i>Wellington Land District – Ruapehu District</i>  2.0310 hectares, more or less, being Section 5 Block IX Town of Rangataua. All computer freehold register WN46B/380.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No

4: DEFERRED SELECTION PROPERTIES

22 Railway Row, Ohakune	<i>Wellington Land District – Ruapehu District</i>  0.0754 hectares, more or less, being Lot 12 DP 75702. All computer freehold register WN42B/732.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
24 Railway Row, Ohakune	<i>Wellington Land District – Ruapehu District</i>  0.0757 hectares, more or less, being Lot 13 DP 75703. All computer freehold register WN42B/733.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
26 Railway Row, Ohakune	<i>Wellington Land District – Ruapehu District</i>  0.0754 hectares, more or less, being Lot 14 DP 75703. All computer freehold register WN42B/734.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
28 Railway Row, Ohakune	<i>Wellington Land District – Ruapehu District</i>  0.0753 hectares, more or less, being Lot 15 DP 75703. All computer freehold register WN42B/735.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
36 Railway Row, Ohakune	<i>Wellington Land District – Ruapehu District</i>  0.0574	[Separately]	LINZ Treaty Settlements Landbank	2 years	No

4: DEFERRED SELECTION PROPERTIES

	hectares, more or less, being Lot 16 DP 75703. All computer freehold register WN42B/736.				
38 Railway Row, Ohakune	<i>Wellington Land District – Ruapehu District</i>  0.0525 hectares, more or less, being Lot 17 DP 75703. All computer freehold register WN42B/737.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
49 Railway Row, Ohakune	<i>Wellington Land District – Ruapehu District</i>  0.0632 hectares, more or less, being Lot 18 DP 73844. All computer freehold register WN41D/219.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
Rangipo St, Waiouru	<i>Wellington Land District – Ruapehu District</i>  0.0700 hectares, more or less, being Lot 1 DP 74522. All computer freehold register WN42D/592.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
22-24 Rangipo Street, Waiouru	<i>Wellington Land District – Ruapehu District</i>  0.1847 hectares, more or less, being Sections 1 and 2 Block I Town of Waiouru. All computer freehold register	[Separately]	LINZ Treaty Settlements Landbank	2 years	No

4: DEFERRED SELECTION PROPERTIES

	WN56A/48.				
104 Ruapehu Road, Ohakune	<i>Wellington Land District – Ruapehu District</i>  0.0996 hectares, more or less, being Lot 3 DP 70343. All computer freehold register WN40C/220.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
106 Ruapehu Road, Ohakune	<i>Wellington Land District – Ruapehu District</i>  0.0986 hectares, more or less, being Lot 4 DP 70343. All computer freehold register WN40C/221.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
110 Ruapehu Road, Ohakune	<i>Wellington Land District – Ruapehu District</i>  0.1049 hectares, more or less, being Lot 6 DP 70343. All computer freehold register WN40C/223.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
124/126 Ruapehu Road, Ohakune	<i>Wellington Land District – Ruapehu District</i>  0.1882 hectares, more or less, being Lot 13 DP 70343. All computer freehold register WN40C/230.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
691 SH 49 (Waiouru- Ohakune)	<i>Wellington Land District – Ruapehu District</i>  10.1350 hectares, more or less, being	[Separately]	LINZ Treaty Settlements Landbank	2 years	No

4: DEFERRED SELECTION PROPERTIES

	Lot 1 DP 70430. All computer freehold register WN43C/931.				
State Highway 49, Waouru	<i>Wellington Land District – Ruapehu District</i>  6.6267 hectares, more or less, being Section 10 Block IX Moawhango Survey District. All computer freehold register WN48C/382.  16.8197 hectares, more or less, being Part Run 4. All computer freehold register WN48C/383.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
11 Thames Street, Ohakune	<i>Wellington Land District – Ruapehu District</i>  0.3024 hectares, more or less, being Lot 1 DP 73843. All computer freehold register WN40C/467.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
41 Thames Street, Ohakune	<i>Wellington Land District – Ruapehu District</i>  0.0760 hectares, more or less, being Lot 2 DP 78548. All computer freehold register WN45A/651.	[Separately]	LINZ Treaty Settlements Landbank	2 years	No
8 Wye Street, Ohakune	<i>Wellington Land District – Ruapehu District</i>  0.1341 hectares, more	[Separately]	LINZ Treaty Settlements Landbank	2 years	No

4: DEFERRED SELECTION PROPERTIES

	or less, being Lot 1 DP 314677. All computer freehold register 58015.				
--	--	--	--	--	--

**Subpart A**

Name/Address	Description	Valuation Process (Separately/Jointly)	Land holding agency	Deferred selection period	Leaseback?
Ruapehu College School site (land only)	<p>3.51 hectares, approximately, being Part Section 43 and Section 62 Ohakune Village Settlement. Balance Proclamation 5894. Subject to survey</p> <p>2.57 hectares, approximately, being Part Sections 60 and 61 Ohakune Village Settlement. Part <i>Gazette</i> 1983 p 1924. Subject to survey.</p> <p>1.80 hectares, approximately, being Part Section 45 Ohakune Village Settlement. Part <i>Gazette</i> notice 818752. Subject to survey.</p> <p>2.1001 hectares, more or less, being Part Section 45 Ohakune Village Settlement. All computer freehold register WN585/121.</p> <p>Related school site description subject to clauses [6.15 and 6.16].</p>	[Separately]	Ministry of Education	2 years	Yes

**Subpart B**

**DSP School House Site information for related school site/s**

Name/Address	Description
Ruapehu College School House sites (land only)	<p>0.52 hectares, approximately, being Part Section 43 Ohakune Village Settlement. Balance proclamation 5894. Subject to survey. As shown A bordered yellow on the Ruapehu College School House sites diagram.</p> <p>0.24 hectares, approximately, being Part Sections 60 and 61 Ohakune Village Settlement. Part <i>Gazette</i> 1983 p 1924. Subject to survey. As shown B bordered yellow on the Ruapehu College School House sites diagram.</p>

**4: DEFERRED SELECTION PROPERTIES**

	<p>0.16 hectares, approximately, being Part Section 61 Ohakune Village Settlement. Part <i>Gazette</i> 1983 p 1924. Subject to survey. As shown C bordered yellow on the Ruapehu College School House sites diagram.</p> <p>0.14 hectares, approximately, being Part Section 45 Ohakune Village Settlement. Part <i>Gazette</i> notice 818725. Subject to survey. As shown D bordered yellow on the Ruapehu College School House sites diagram.</p> <p>Related school site: the property described as Ruapehu College School site (land only) above.</p>
--	--

## 5 DEFERRED PURCHASE

### SUBPART A. RIGHT OF PURCHASE

#### NOTICE OF INTEREST

5.1. The governance entity may during the deferred selection period for each deferred selection property, give the Crown a written notice of interest in purchasing that deferred selection property.

#### EFFECT OF NOTICE OF INTEREST

5.2. If the governance entity gives, in accordance with this part, a notice of interest in a deferred selection property –

- 5.2.1. the Crown must, not later than 10 business days after the notification date, give the governance entity all material information that, to the best of its knowledge, is in its records about the property, including its encumbrances; and
- 5.2.2. the property's transfer value, and, its initial annual rent (if the property is a leaseback property that is not a school site), must be determined or agreed in accordance with –
  - (a) subpart B of this Part 5, if it is a joint valuation property; or
  - (b) subpart C of this Part 5, if it is a separate valuation property.

#### ELECTION TO PURCHASE

5.3. If the governance entity gives a notice of interest in a deferred selection property in accordance with this part, it must give the Crown written notice of whether or not it elects to purchase the property, by not later than 15 business days after –

- 5.3.1. its transfer value being determined or agreed in accordance with this part, if –
  - (a) it is not a leaseback property; or
  - (b) it is a leaseback property that is a school site; or
- 5.3.2. both its transfer value and its initial annual rent being determined or agreed in accordance with this part, if it is a leaseback property that is not a school site.

The governance entity must include the tax information required pursuant to paragraph 6.56 in its election notice.

#### EFFECT OF ELECTION TO PURCHASE

5.4. If the governance entity gives an election notice electing to purchase a deferred selection property in accordance with this part, the parties are to be treated as having entered into an agreement for the sale and purchase of the property at the transfer

**5: DEFERRED PURCHASE**

value determined or agreed in accordance with this part, plus GST if any, on the terms in part 6 and under which –

5.4.1. on the DSP settlement date –

- (a) the Crown must transfer the property to the governance entity; and
- (b) the governance entity must pay to the Crown an amount equal to the transfer value of the property determined or agreed in accordance with this part, plus GST if any, by –
  - (i) the SCP system, as defined in Guideline 6.2 of the New Zealand Law Society's Property Law Section's Property Transactions and E-Dealing Practice Guidelines (April 2015); or
  - (ii) another payment method agreed by the parties; and

5.4.2. if the property is a leaseback property, the parties must, by or on the DSP settlement date, sign the Crown leaseback (being a registrable lease of the property) –

- (a) commencing on the actual TSP settlement date; and
- (b) in the case of a Crown leaseback of a school site at an initial annual rent determined by multiplying the transfer value of the property by the percentage specified in clause 2.2 of the Crown leaseback to the Ministry of Education (plus GST, if any, on the amount so determined); and
- (c) in the case of a Crown leaseback property that is not a school site, at its initial annual rent determined or agreed under this part (plus GST, if any, on the amount so determined or agreed); and
- (d) on the terms provided in part 11 of the documents schedule for the leaseback.

---

5: DEFERRED PURCHASE

## SUBPART B. DETERMINING THE TRANSFER VALUE AND INITIAL ANNUAL RENT OF A JOINT VALUATION PROPERTY

### APPLICATION OF THIS SUBPART

- 5.5. This subpart provides how the following are to be determined after the governance entity has given, in accordance with this part, a notice of interest in a deferred selection property that is a joint valuation property:
  - 5.5.1. its transfer value;
  - 5.5.2. if it is a leaseback property, its initial annual rent.
- 5.6. The market value, and if applicable the market rental, are to be determined as at the notification date.

### APPOINTMENT OF VALUER

- 5.7. The parties must, not later than 10 business days after the notification date, agree upon and jointly appoint a valuer.
- 5.8. If the parties do not jointly appoint a valuer in accordance with paragraph 5.7, either party may request the President of the New Zealand Institute of Valuers to appoint a valuer as soon as practicable.
- 5.9. The parties must, not later than 5 business days after the valuer's appointment, jointly instruct the valuer using the form of instructions in appendix 1 to part 5 and, if the parties do not jointly instruct the valuer in accordance with this paragraph, either party may on behalf of both parties.

### VALUER'S QUALIFICATIONS

- 5.10. The valuer must be –
  - 5.10.1. a registered valuer; and
  - 5.10.2. independent; and
  - 5.10.3. experienced in determining –
    - (a) the market value of similar properties; and
    - (b) if applicable, the market rental of similar properties.

### VALUATION REPORT

- 5.11. The valuer must, not later than [50] business days after the notification date, –
  - 5.11.1. prepare a valuation report in accordance with the instructions; and
  - 5.11.2. provide each party with a copy of the valuation report.

**5: DEFERRED PURCHASE**

The valuation report must comply with the International Valuation Standards [2013], or explain where it is at variance with those standards.

**TRANSFER VALUE AND INITIAL ANNUAL RENT**

5.12. Unless the parties agree otherwise in writing the transfer value of the joint valuation property for the purposes of paragraph 5.4.1(b), and if applicable its initial annual rent for the purposes of paragraph 5.4.2(c), is as provided in the valuation report as, respectively, the market value and the market rental for the property.

---

5: DEFERRED PURCHASE

## SUBPART C. DETERMINING THE TRANSFER VALUE AND INITIAL ANNUAL RENT OF A SEPARATE VALUATION PROPERTY

### APPLICATION OF THIS SUBPART

- 5.13. This subpart provides how the following are to be determined after the governance entity has given, in accordance with this part, a notice of interest in a deferred selection property that is a separate valuation property:
  - 5.13.1. its transfer value;
  - 5.13.2. if it is a leaseback property that is not a school site, its initial annual rent.
- 5.14. The transfer value, and if applicable the initial annual rent, are to be determined as at the notification date.

### APPOINTMENT OF VALUERS AND VALUATION ARBITRATOR

- 5.15. Not later than 10 business days after the notification date, the parties, in relation to a separate valuation property:
  - 5.15.1. must each:
    - (a) instruct a valuer using the form of instructions in appendix 2 to part 5; and
    - (b) give written notice to the other of the valuer instructed; and
  - 5.15.2. may agree and jointly appoint the person to act as the valuation arbitrator in respect of the separate valuation property.
- 5.16. If the parties do not agree and do not jointly appoint a person to act as a valuation arbitrator within 15 business days after the notification date, either party may request that the Arbitrators' and Mediators' Institute of New Zealand appoint the valuation arbitrator as soon as is reasonably practicable.
- 5.17. The parties must ensure the terms of appointment of their respective registered valuers require the valuers to participate in the valuation process.

### QUALIFICATION OF VALUERS AND VALUATION ARBITRATOR

- 5.18. Each valuer must be a registered valuer.
- 5.19. The valuation arbitrator –
  - 5.19.1. must be suitably qualified and experienced in determining disputes about –
    - (a) the market value of similar properties; and
    - (b) if applicable, the market rental of similar properties; and
  - 5.19.2. is appointed when he or she confirms his or her willingness to act.

---

**5: DEFERRED PURCHASE**

**VALUATION REPORTS**

- 5.20. Each party must, in relation to a separate valuation property, not later than:
  - 5.20.1. [50] business days after the notification date, provide a copy of its final valuation report to the other party; and
  - 5.20.2. [60] business days after the notification date, provide its valuer's written analysis report (referred to in part 5, appendix 2 para (f) under heading "Valuation of Property") to the other party.
- 5.21. Valuation reports must comply with the International Valuation Standards [2013], or explain where they are at variance with those standards.

**EFFECT OF DELIVERY OF ONE VALUATION REPORT**

- 5.22. If only one valuation report for a separate valuation property that is not a school site is delivered by the required date, the transfer value of the property, and if applicable its initial annual rent, is the market value and the market rental, as assessed in the report.
- 5.23. If only one valuation report for a separate valuation property that is a school site is delivered by the required date, the transfer value of the property is the market value as assessed in the report (based on highest and best use calculated on the zoning of the property in force at the valuation date, less 20%).

**NEGOTIATIONS TO AGREE A TRANSFER VALUE AND INITIAL ANNUAL RENT**

- 5.24. If both valuation reports for a separate valuation property are delivered by the required date:
  - 5.24.1. the parties must endeavour to agree in writing:
    - (a) the transfer value of the separate valuation property that is not a school site; or
    - (b) if the separate valuation property is a school site, the transfer value (being the agreed market value based on highest and best use calculated on the zoning of the property in force at the valuation date, less 20%); and
    - (c) if the property is a leaseback property that is not a school site, its initial annual rent.
  - 5.24.2. either party may, if the transfer value of the separate valuation property or, if applicable, its initial annual rent, is not agreed in writing within [70] business days after the notification date and if a valuation arbitrator has been appointed under paragraph 5.15.2 or paragraph 5.16, refer that matter to the determination of the valuation arbitrator; or
  - 5.24.3. if agreement under paragraph 5.24.1 has not been reached within the [70] business days after the notification date but the valuation arbitrator has not been appointed under paragraph 5.15.2 or paragraph 5.16, the parties must attempt to agree and appoint a person to act as the valuation arbitrator within a further [5] business days; and

**5: DEFERRED PURCHASE**

- 5.24.4. if paragraph 5.24.3 applies, but the parties do not jointly appoint a person to act as a valuation arbitrator within the further [5] business days, either party may request that the Arbitrators' and Mediators' Institute of New Zealand appoint the valuation arbitrator as soon as is reasonably practicable; and
- 5.24.5. the valuation arbitrator, must promptly on his or her appointment, specify to the parties the arbitration commencement date.

**VALUATION ARBITRATION**

- 5.25. The valuation arbitrator must, not later than [10] business days after the arbitration commencement date, –
  - 5.25.1. give notice to the parties of the arbitration meeting, which must be held –
    - (a) at a date, time, and venue determined by the valuation arbitrator after consulting with the parties; but
    - (b) not later than [30] business days after the arbitration commencement date; and
  - 5.25.2. establish the procedure for the arbitration meeting, including providing each party with the right to examine and re-examine, or cross-examine, as applicable, –
    - (a) each valuer; and
    - (b) any other person giving evidence.
- 5.26. Each party must –
  - 5.26.1. not later than 5pm on the day that is [5] business days before the arbitration meeting, give to the valuation arbitrator, the other party, and the other party's valuer –
    - (a) its valuation report; and
    - (b) its submission; and
    - (c) any sales, rental, or expert evidence that it will present at the meeting; and
  - 5.26.2. attend the arbitration meeting with its valuer.
- 5.27. The valuation arbitrator must –
  - 5.27.1. have regard to the requirements of natural justice at the arbitration meeting; and
  - 5.27.2. no later than [50] business days after the arbitration commencement date, give his or her determination –
    - (a) of the market value of the separate valuation property (which in respect of a school site is to be the market value based on highest and best use

**5: DEFERRED PURCHASE**

calculated on the zoning of the property in force at the valuation date, less 20%); and

- (b) if applicable, of its market rental; and
- (c) being no higher than the higher, and no lower than the lower, assessment of market value and/or market rental, as the case may be, contained in the parties' valuation reports.

5.28. An arbitration under this subpart is an arbitration for the purposes of the Arbitration Act 1996.

**TRANSFER VALUE AND INITIAL ANNUAL RENT**

5.29. The transfer value of the separate valuation property for the purposes of paragraph 5.4.1(b), and if applicable its initial annual rent for the purposes of paragraph 5.4.2(c), is:

- 5.29.1. determined under paragraph 5.22 or 5.23 (as the case may be); or
- 5.29.2. agreed under paragraph 5.24.1; or
- 5.29.3. the market value and, if applicable, market rental determined by the valuation arbitrator under paragraph 5.27.2, if the determination is in respect of a property that is not a school site; or
- 5.29.4. if the property is a school site, the market value determined by the valuation arbitrator under paragraph 5.27.2, (based on highest and best use calculated on the zoning of the property in force at the valuation date, less 20%).

---

5: DEFERRED PURCHASE

## SUBPART D. GENERAL PROVISIONS

### TIME LIMITS

- 5.30. Time is of the essence for the time limits in paragraphs 5.1 and 5.3.
- 5.31. In relation to the time limits in this part, other than those referred to in paragraph 5.30, each party must use reasonable endeavours to ensure –
  - 5.31.1. those time limits are met and delays are minimised; and
  - 5.31.2. in particular, if a valuer or a valuation arbitrator appointed under this part is unable to act, a replacement is appointed as soon as is reasonably practicable.

### DETERMINATION FINAL AND BINDING

- 5.32. The valuer's determination under subpart B and the valuation arbitrator's determination under subpart C are final and binding.

### COSTS

- 5.33. In relation to the determination of –
  - 5.33.1. the transfer value, and initial annual rent, of a joint valuation property, the Crown must pay the valuer's costs; and
  - 5.33.2. the transfer value, and initial annual rent, of a separate valuation property, each party must pay –
    - (a) its costs; and
    - (b) half the costs of a valuation arbitration; or
    - (c) such other proportion of the costs of a valuation arbitration awarded by the valuation arbitrator as the result of a party's unreasonable conduct.

### ENDING OF OBLIGATIONS

- 5.34. The Crown's obligations under this deed in relation to a deferred selection property immediately cease if –
  - 5.34.1. the governance entity –
    - (a) does not give notice of interest in relation to the property in accordance with paragraph 5.1; or
    - (b) gives notice of interest in relation to the property in accordance with paragraph 5.1 but the governance entity –
      - (i) gives an election notice under which it elects not to purchase the property; or

**5: DEFERRED PURCHASE**

- (ii) does not give an election notice in accordance with paragraph 5.3 electing to purchase the property; or
- (c) gives the Crown written notice that it is not interested in purchasing the property at any time before an agreement for the sale and purchase of the property is constituted under paragraph 5.4; or

5.34.2. an agreement for the sale and purchase of the property is constituted under paragraph 5.4 and the agreement is cancelled in accordance with the terms of transfer in part 6.

---

5: DEFERRED PURCHASE

APPENDIX 1 - JOINT VALUATION

[Valuer's name]

[Address]

Valuation instructions

INTRODUCTION

[Name] (the **governance entity**) has the right under a deed of settlement to purchase properties from [name] (the **land holding agency**).

This right is given by:

- (a) clause 10.9 of the deed of settlement; and
- (b) part 5 of the property redress schedule.

PROPERTY TO BE VALUED

The governance entity has given the land holding agency a notice of interest in purchasing –

[describe the property including its legal description]

PROPERTY TO BE LEASED BACK

If the governance entity purchases the property from the Crown, the governance entity will lease the property back to the Crown on the terms provided by the lease in part 11 of the documents schedule to the deed of settlement (the **agreed lease**).

As the agreed lease is a ground lease, the ownership of the improvements on the property (the **Lessee's improvements**) remains unaffected by the transfer.

DEED OF SETTLEMENT

A copy of the deed of settlement is enclosed.

Your attention is drawn to –

- (a) part 5; and
- (b) the agreed lease of the property in part 11 of the documents schedule to the deed.]

All references in this letter to subparts or paragraphs are to subparts or paragraphs of part 5.

A term defined in the deed of settlement has the same meaning when used in these instructions.

The property is a joint valuation property for the purposes of part 5. Subpart B of part 5 applies to the valuation of joint valuation properties.

---

5: DEFERRED PURCHASE

## ASSESSMENT OF MARKET VALUE REQUIRED

You are required to undertake a valuation to assess the market value of the property as at [date] (the **valuation date**), being the date the land holding agency received the notice of interest in the property from the governance entity.

[As the Lessee's improvements will not transfer, the market value of the property is to be the market value of its land (i.e. not including any Lessee's improvements).]

The market value of the property assessed by you will be the basis of establishing the transfer value at which the governance entity may elect to purchase the property under part 5, plus GST (if any).

## [ASSESSMENT OF MARKET RENTAL REQUIRED

You are also required to assess the market rental (exclusive of GST) for the property, as at the valuation date, being the rent payable from the commencement of the agreed lease.

The market rental for the property is to be the market rental payable under the agreed lease, being a ground lease. So it will be the rent payable for its land (i.e. excluding any Lessee's improvements).]

## REQUIREMENTS FOR YOUR VALUATION

Our requirements for your valuation are as follows.

You are to assume that –

- (a) the property is a current asset and was available for immediate sale as at the valuation date; and
- (b) all legislative processes that the Crown must meet before disposing of the property have been met.

Your valuation is –

- (a) to assess market value on the basis of market value as defined in the current edition of the Australia and New Zealand Valuation and Property Standards [2012] and International Valuation Standards [2013]; and
- (b) to take into account –
  - (i) any encumbrances, interests, or other matters affecting or benefiting the property that were noted on its title on the valuation date[; and]
  - (ii) the terms of the agreed lease]; and
  - (iii) the attached disclosure information about the property that has been given by the land holding agency to the governance entity, including the disclosed encumbrances; and
  - (iv) the terms of transfer in part 6 of the property redress schedule to the deed of settlement (that will apply to a purchase of the property by the governance entity); but

**5: DEFERRED PURCHASE**

- (c) not to take into account a claim in relation to the property by, or on behalf of, Ngāti Rangi[; and
- (d) in relation to the market rental for the property, to be on the basis of a willing lessor and a willing lessee, in an arm's length transaction, the parties having acted knowledgeably, prudently, and without compulsion].

**REQUIREMENTS FOR YOUR VALUATION REPORT**

We require a full valuation report in accordance with the current edition of the Australia and New Zealand Valuation and Property Standards [2012] and International Valuation Standards [2013], including –

- (a) an executive summary, containing a summary of –
  - (i) the valuation; and
  - (ii) [the market rental; and]
  - (iii) the key valuation parameters; and
  - (iv) the key variables affecting value; and
  - (v) a detailed description, and a clear statement of the land value; and
- (b) a clear statement as to any impact of –
  - (i) the disclosed encumbrances[; and
  - (ii) the agreed lease;] and
- (c) details of your assessment of the highest and best use of the property; and
- (d) comment on the rationale of likely purchasers[, and tenants,] of the property; and
- (e) a clear identification of the key variables which have a material impact on the valuation; and
- (f) full details of the valuation method or methods; and
- (g) appendices setting out –
  - (i) a statement of the valuation methodology and policies; and
  - (ii) relevant market and sales information.

Your report must comply with the minimum requirements set out in section 5 of the International Valuation Standard 1 Market Value Basis of Valuation, and other relevant standards, insofar as they are consistent with subpart B.

You may, with our prior consent, obtain specialist advice, such as engineering or planning advice.

**5: DEFERRED PURCHASE**

**ACCEPTANCE OF THESE INSTRUCTIONS**

By accepting these instructions, you agree to comply with these instructions and, in particular, not later than:

- (a) [30] business days after the valuation date, to prepare and deliver to each of us a draft valuation report; and
- (b) [50] business days after the valuation date, to:
  - (i) review your draft valuation report after taking into account any comments made by us or a peer review of the report obtained by us; and
  - (ii) deliver a copy of your final valuation report to each of us.

**OPEN AND TRANSPARENT VALUATION**

The parties intend this valuation to be undertaken in an open and transparent manner, and for all dealings and discussions to be undertaken in good faith.

In particular, you must copy any questions you have or receive with regard to the valuation, together with the responses, to the governance entity and the land holding agency.

Yours faithfully

[*Name of signatory*]

[*Position*]

[*Governance entity*]

[*Name of signatory*]

[*Position*]

[*Land holding agency*]

---

5: DEFERRED PURCHASE

**APPENDIX 2 - SEPARATE VALUATION**

[Valuer's name]

[Address]

**Valuation instructions**

**INTRODUCTION**

[Name] (the **governance entity**) has the right under a deed of settlement to purchase properties from [name] (the **land holding agency**).

This right is given by:

- (a) clauses 10.9 of the deed of settlement; and
- (b) part 5 of the property redress schedule.

**PROPERTY TO BE VALUED**

The governance entity has given the land holding agency a notice of interest in purchasing –

[describe the property including its legal description]

**PROPERTY TO BE LEASED BACK**

If the governance entity purchases the property from the Crown, the governance entity will lease the property back to the Crown on the terms provided by the lease in part 11 of the documents schedule to the deed of settlement (the **agreed lease**).

As the agreed lease is a ground lease, the ownership of the improvements on the property (the **Lessee's improvements**), remains unaffected by the transfer.]

**DEED OF SETTLEMENT**

A copy of the deed of settlement is enclosed.

Your attention is drawn to –

- (a) part 5; and
- (b) the agreed lease of the property in part 11 of the documents schedule to the deed].

All references in this letter to subparts or paragraphs are to subparts or paragraphs of part 5.

A term defined in the deed of settlement has the same meaning when used in these instructions.

The property is a separate valuation property for the purposes of part 5. Subpart C of part 5 applies to the valuation of separate valuation properties.

---

5: DEFERRED PURCHASE

## ASSESSMENT OF MARKET VALUE REQUIRED

You are required to undertake a valuation to assess the market value of the property [that is a school site in accordance with the methodology below] as at [date] (the **valuation date**), being the date the land holding agency received the notice of interest in the property from the governance entity.

[As the Lessee's improvements will not transfer, the market value of the property is to be the market value of its land (i.e. not including any Lessee's improvements).]

The **[land holding agency][governance entity][delete one]** will require another registered valuer to assess the market value of the property [, and its market rental,] as at the valuation date.

The two valuations are to enable the market value of the property, [and its market rental,] to be determined either:

- (a) by agreement between the parties; or
- (b) by arbitration.

The market value of the property so determined will be the basis of establishing the "transfer value" at which the governance entity may elect to purchase the property under part 5, plus GST (if any).

## [MARKET VALUE OF A SCHOOL SITE

For the purposes of these instructions the intention of the parties in respect of a school site is to determine a transfer value to reflect the designation and use of the land for education purposes.

The market value of a school site is to be calculated as the market value of the property, exclusive of improvements, based on highest and best use calculated on the zoning of the property in force at the valuation date, less 20%.

A two-step process is required:

- 1) firstly, the assessment of the unencumbered market value (based on highest and best use) by:
  - (a) disregarding the designation and the Crown leaseback; and
  - (b) considering the zoning in force at the valuation date; and
  - (c) excluding any improvements on the land; and
- 2) secondly, the application of a 20% discount to the unencumbered market value to determine the market value as a school site (transfer value).

[If, in the relevant district or unitary plan, the zoning for the school site is Specialised (as defined below), the zoning for the school site for the purposes of step 1(b) of the two-step process above will be deemed to be the Alternative Zoning (as defined below).

---

## 5: DEFERRED PURCHASE

For the purposes of these instructions:

- "Specialised" means specialised for a school site or otherwise specialised to a public or community use or public work (including education purposes).
- "Alternative Zoning" means the most appropriate probable zoning which provides for the highest and best use of the school site as if the school (or any other public or community use or public work, including education purposes) was hypothetically not present. The Alternative Zoning will be determined with reference to (in no particular order):
  - (a) the underlying zoning for the school site (if any);
  - (b) the zoning for the school site immediately prior to its Specialised zoning;
  - (c) the zoning of land adjacent to or in the immediate vicinity of the school site (or both) if there is a uniform neighbouring zone;
  - (d) if the school site is within the area governed by Auckland Council, the underlying zoning applied to the school site in the Draft Auckland Unitary Plan publicly notified 15 March 2013, namely [*insert the zoning from the Draft Auckland Unitary Plan publicly notified 15 March 2013*]; and
  - (e) any other relevant consideration in the reasonable opinion of a registered valuer that would support the most probable zoning which provides for the highest and best use of the school site.]

The transfer value is used to determine the initial annual rent based on an agreed rental percentage of the agreed transfer value, determined in accordance with the Crown leaseback (plus GST, if any, on the amount so determined).]

### [ASSESSMENT OF MARKET RENTAL REQUIRED

You are also required to assess the market rental (exclusive of GST) for the property, as at the valuation date, being the rental payable from the commencement of the agreed lease.

The market rental for the property is to be the market rental payable under the agreed lease, being a ground lease. So it will be the rent payable for its land (i.e. excluding any Lessee's improvements).]

### VALUATION OF PROPERTY

You must, in relation to a property :

- (a) before inspecting the property, determine with the other valuer:
  - (i) the valuation method or methods applicable to the property; and
  - (ii) the comparable sales [, and comparable market rentals if the property is not a school site,] to be used in determining the market value of the property [and its market rental if the property is not a school site]; and
- (b) inspect the property, where practical, together with the valuer appointed by the other party; and

**5: DEFERRED PURCHASE**

- (c) attempt to resolve any matters or issues arising from your inspections and input assumptions; and
- (d) by not later than [30] business days after the valuation date, prepare, and deliver to us, a draft valuation report; and
- (e) by not later than [45] business days after the valuation date:
  - (i) review your draft valuation report, after taking into account any comments made by us or a peer review of the report obtained by us; and
  - (ii) deliver a copy of your final valuation report to us; and
- (f) by not later than [55] business days after the valuation date, prepare and deliver to us a written analysis of both valuation reports to assist in the determination of the market value of the property [and its market rental if the property is not a school site]; and
- (g) by not later than [65] business days after the valuation date, meet with the other valuer and discuss your respective valuation reports and written analysis reports with a view to reaching consensus on the market value [and its market rental if the property is not a school site]; and
- (h) if a consensus on market value [and its market rental if the property is not a school site] is reached, record it in writing signed by you and the other valuer and deliver it to both parties; and
  - (i) participate in any meetings, including any peer review process, as required by us and the other party to agree the market value of the property [and its market rental if the property is not a school site]; and
  - (j) if a review valuer has been appointed by parties, you must within 5 business days of receipt of the review valuer's report, review your market valuation report, taking into account the findings of the review valuer, and provide us with a written report of your assessment of the market value of the property; and
  - (k) participate in any arbitration process required under subpart C to determine the market value of the property [and its market rental if the property is not a school site].

**REQUIREMENTS OF YOUR VALUATION**

Our requirements for your valuation are as follows.

You are to assume that –

- (a) the property is a current asset and was available for immediate sale as at the valuation date; and
- (b) all legislative processes that the Crown must meet before disposing of the property have been met.

---

**5: DEFERRED PURCHASE**

Your valuation is –

- (a) to assess market value on the basis of market value as defined in the current edition of the Australia and New Zealand Valuation and Property Standards [2012] and International Valuation Standards [2013]; and
- (b) to take into account –
  - (i) any encumbrances, interests, or other matters affecting or benefiting the property that were noted on its title on the valuation date[; and]
  - (ii) the terms of the agreed lease]; and
  - (iii) the attached disclosure information about the property that has been given by the land holding agency to the governance entity, including the disclosed encumbrances; and
  - (iv) the terms of transfer in part 6 of the property redress schedule to the deed of settlement (that will apply to a purchase of the property by the governance entity); but
- (c) not to take into account a claim in relation to the property by or on behalf of Ngāti Rangi[; and]
- (d) in relation to the market rental for the property, to be on the basis of a willing lessor and a willing lessee, in an arm's length transaction, the parties having acted knowledgeably, prudently, and without compulsion].

**REQUIREMENTS FOR YOUR VALUATION REPORT**

We require a full valuation report in accordance with the current edition of the Australia and New Zealand Valuation and Property Standards [2012] and International Valuation Standards [2013], including –

- (a) an executive summary, containing a summary of –
  - (i) the valuation; and
  - (ii) [the market rental; and]
  - (iii) the key valuation parameters; and
  - (iv) the key variables affecting value; and
- (b) a detailed description, and a clear statement, of the land value; and
- (c) a clear statement as to any impact of –
  - (i) the disclosed encumbrances[; and]
  - (ii) the agreed lease]; and

---

5: DEFERRED PURCHASE

- (d) details of your assessment of the highest and best use of the property [including, where relevant, details of the deemed most appropriate probable zoning for the school site]; and
- (e) comment on the rationale of likely purchasers [,and tenants,] of the property; and
- (f) a clear identification of the key variables which have a material impact on the valuation; and
- (g) full details of the valuation method or methods; and
- (h) appendices setting out –
  - (i) a statement of the valuation methodology and policies; and
  - (ii) relevant market and sales information.

Your report must comply with the minimum requirements set out in section 5 of the International Valuation Standard 1 Market Value Basis of Valuation, and other relevant standards, insofar as they are consistent with subpart C.

You may, with our prior consent, obtain specialist advice, such as engineering or planning advice.

#### ACCEPTANCE OF THESE INSTRUCTIONS

By accepting these instructions, you agree to comply with these instructions and, in particular, not later than:

- (a) [30] business days after the valuation date, to prepare and deliver to us a draft valuation report; and
- (b) [45] business days after the valuation date, to:
  - (i) review your draft valuation report after taking into account any comments made by us or a peer review of the report obtained by us; and
  - (ii) deliver a copy of your final valuation report to us; and
- (c) [55] business days after the valuation date, to prepare and deliver to us a written analysis of both valuation reports; and
- (d) [65] business days after the valuation date, to meet with the other valuer to discuss your respective valuation reports and written analysis reports.

#### [ACCESS

[You should not enter on to the property without first arranging access through the **[land holding agency]** **[give contact details]**.]

[Where the property is a school site, you should not enter on to **[insert name(s) of school site(s)]** without first arranging access through the Ministry of Education **[give contact details]** and should not contact the school(s) directly.]

**5: DEFERRED PURCHASE**

**OPEN AND TRANSPARENT VALUATION**

The parties intend this valuation to be undertaken in an open and transparent manner, and for all dealings and discussions to be undertaken in good faith.

In particular, you must:

- (a) copy any questions you have or receive with regard to the valuation, together with the responses, to the governance entity, the land holding agency, and the other valuer; and
- (b) make all reasonable attempts throughout this valuation process to resolve differences between you and the other valuer before delivering a copy of your final report to us.

Yours faithfully

[Name of signatory]

[Position]

[Governance entity/Land holding agency][delete one]

## **6 TERMS OF TRANSFER FOR COMMERCIAL REDRESS AND PURCHASED DEFERRED SELECTION PROPERTIES**

### **APPLICATION OF THIS PART**

- 6.1. This part applies to the transfer by the Crown to the governance entity of each of the following properties (a **transfer property**):
  - 6.1.1. each commercial redress property; and
  - 6.1.2. each purchased deferred selection property.

### **TRANSFER**

- 6.2. The Crown must transfer the fee simple estate in a transfer property to the governance entity –
  - 6.2.1. subject to, and where applicable with the benefit of, –
    - (a) the disclosed encumbrances affecting or benefiting the property (as they may be varied by a non-material variation, or a material variation entered into under paragraph 6.19.4(a)); and
    - (b) any additional encumbrances affecting or benefiting the property entered into by the Crown under paragraph 6.19.4(b); and
    - (c) if the transfer property is a commercial redress property, any encumbrances in relation to that property that the governance entity is required to provide to the Crown on or by the settlement date under clause 6.4.2; and
    - (d) [any additional encumbrances entered into by the Crown under clause 6.9.2.]
  - 6.2.2. if the property is a leaseback property, subject to the Crown leaseback in relation to the property.
- 6.3. The Crown must pay any survey and registration costs required to transfer the fee simple estate in a transfer property to the governance entity.

### **POSSESSION**

- 6.4. On the TSP settlement date for the property, possession of a transfer property must –
  - 6.4.1. be given by the Crown; and
  - 6.4.2. taken by the governance entity; and
  - 6.4.3. be vacant possession subject only to –
    - (a) any encumbrances referred to in paragraph 6.2.1 that prevent vacant possession being given and taken; and

---

## 6: TERMS OF TRANSFER

(b) if the property is a leaseback property, the Crown leaseback.

### SETTLEMENT

6.5. Subject to paragraphs 6.6 and 6.46.3, the Crown must provide the governance entity with the following in relation to a transfer property on the TSP settlement date for that property:

6.5.1. evidence of –

- (a) a registrable transfer instrument; and
- (b) any other registrable instrument required by this deed in relation to the property;

6.5.2. all contracts and other documents (but not public notices such as proclamations and *Gazette* notices) that create unregistered rights or obligations affecting the registered proprietor's interest in the property after the TSP settlement date.

6.6. If the fee simple estate in the transfer property may be transferred to the governance entity electronically under the relevant legislation, –

6.6.1. paragraph 6.5.1 does not apply; and

6.6.2. the Crown must ensure its solicitor, –

- (a) a reasonable time before the TSP settlement date for the property, –
  - (i) creates a Landonline workspace for the transfer to the governance entity of the fee simple estate in the property and for any other registrable instruments required by the deed in relation to the property (the electronic transfer instruments); and
  - (ii) prepares, certifies, signs, and pre-validates in the Landonline workspace the electronic transfer instruments; and
- (b) on the TSP settlement date, releases the electronic transfer instruments so that the governance entity's solicitor may submit them for registration under the relevant legislation; and

6.6.3. the governance entity must ensure its solicitor, a reasonable time before the TSP settlement date, certifies and signs the electronic transfer instruments for the property prepared in the Landonline workspace under paragraph 6.6.2(a)(ii); and

6.6.4. paragraphs 6.6.2 and 6.6.3 are subject to paragraph 6.46.3.

6.7. The relevant legislation for the purposes of paragraph 6.6 is –

6.7.1. the Land Transfer Act 1952; and

6.7.2. the Land Transfer (Computer Registers and Electronic Lodgement) Amendment Act 2002.

**6: TERMS OF TRANSFER**

- 6.8. The Crown must, on the actual TSP settlement date for a transfer property, provide the governance entity with any key or electronic opener to a gate or door on, and any security code to an alarm for, the property that are held by the Crown unless –
  - 6.8.1. the property is a leaseback property; and
  - 6.8.2. to provide it would be inconsistent with the Crown leaseback.
- 6.9. The transfer value of, or the amount payable by the governance entity for, a transfer property is not affected by –
  - 6.9.1. a non-material variation, or a material variation entered into under paragraph 6.19.4(a), of a disclosed encumbrance affecting or benefiting the property; or
  - 6.9.2. an additional encumbrance affecting or benefiting the property entered into by the Crown under paragraph 6.19.4(b).

**APPORTIONMENT OF OUTGOINGS AND INCOMINGS**

- 6.10. If, as at the actual TSP settlement date for a transfer property, –
  - 6.10.1. the outgoings for the property pre-paid by the Crown for any period after that date exceed the incomings received by the Crown for any period after that date, the governance entity must pay the amount of the excess to the Crown; or
  - 6.10.2. the incomings for the property received by the Crown for any period after that date exceed the outgoings for the property pre-paid by the Crown for any period after that date, the Crown must pay the amount of the excess to the governance entity.
- 6.11. The outgoings for a transfer property for the purposes of paragraph 6.10 do not include insurance premiums and the governance entity is not required to take over from the Crown any contract of insurance in relation to the transfer property.
- 6.12. The incomings for the licensed land for the purposes of paragraph 6.10 do not include licence fees under the Crown forestry licence.
- 6.13. An amount payable under paragraph 6.10 in relation to a transfer property must be paid on the actual TSP settlement date for the transfer property.
- 6.14. The Crown must, before the actual TSP settlement date for a transfer property, provide the governance entity with a written statement calculating the amount payable by the governance entity or the Crown under paragraph 6.10.

**FIXTURES, FITTINGS, AND CHATTELS**

- 6.15. The transfer of a transfer property includes all fixtures and fittings that were owned by the Crown, and located on the property, on the first date of the transfer period for that property.
- 6.16. Paragraph 6.15 does not apply to the Lessee's improvements located on a leaseback property.

---

6: TERMS OF TRANSFER

- 6.17. Fixtures and fittings transferred under paragraph 6.15 must not be mortgaged or charged.
- 6.18. The transfer of a transfer property does not include chattels.

**OBLIGATIONS AND RIGHTS DURING THE TRANSFER PERIOD**

- 6.19. During the transfer period for a transfer property, the Crown must –
  - 6.19.1. ensure the property is maintained in substantially the same condition, fair wear and tear excepted, as it was in at the first day of the period; and
  - 6.19.2. pay the charges for electricity, gas, water, and other utilities that the Crown owes as owner of the property, except where those charges are payable by a tenant or occupier to the supplier; and
  - 6.19.3. ensure the Crown's obligations under the Building Act 2004 are complied with in respect of any works carried out on the property during the period –
    - (a) by the Crown; or
    - (b) with the Crown's written authority; and
  - 6.19.4. obtain the prior written consent of the governance entity before –
    - (a) materially varying a disclosed encumbrance affecting or benefiting the property; or
    - (b) entering into an encumbrance affecting or benefiting the property; or
    - (c) procuring a consent, providing a waiver, or giving an approval, that materially affects the property, under the Resource Management Act 1991 or any other legislation; and
  - 6.19.5. use reasonable endeavours to obtain permission for the governance entity to enter and inspect the property under paragraph 6.20.2 if the governance entity is prevented from doing so by the terms of an encumbrance referred to in paragraph 6.2, but

in the case of a leaseback property these obligations are modified to the extent necessary to ensure they do not add to, or vary, the obligations of the Crown under the Crown leaseback as if it applied during the transfer period.

- 6.20. During the transfer period in relation to a transfer property, the governance entity –
  - 6.20.1. must not unreasonably withhold or delay any consent sought under paragraph 6.19.4; and
  - 6.20.2. may enter and inspect the property on one occasion –
    - (a) after giving reasonable notice; and
    - (b) subject to the terms of the encumbrances referred to in paragraph 6.2; and

---

#### 6: TERMS OF TRANSFER

- (c) subject to complying with all reasonable conditions imposed by the Crown.

#### PRE-TRANSFER OBLIGATIONS AND RIGHTS IN RELATION TO LICENSED LAND

6.21. During the transfer period for the licensed land, the Crown –

- 6.21.1. must prudently manage the licensor's rights under the Crown forestry licence in relation to the licensed land; and
- 6.21.2. in reviewing the licence fee under the Crown forestry licence, –
  - (a) must ensure that, so far as reasonably practicable, the governance entity's interests as licensor after the settlement date are not prejudiced; and
  - (b) must not agree a licence fee for the licensed land that is on terms less favourable than any licence fee agreed to by the Crown for the balance of the land that is subject to the Crown forestry licence; and
- 6.21.3. must provide the governance entity with all material information, and must have regard to the governance entity's written submissions, in relation to the performance of the Crown's obligations under paragraphs 6.21.1 and 6.21.2; and
- 6.21.4. must, so far as is reasonably practicable, provide the information to the governance entity under paragraph 6.21.3 in sufficient time to enable it to make effective submissions on the performance of the Crown's obligations under paragraphs 6.21.1 and 6.21.2; but
- 6.21.5. is not required to provide information to the governance entity under paragraph 6.21.3 if that would result in the Crown breaching a confidentiality obligation.

#### SPLITTING OF CROWN FORESTRY LICENCE

6.22. The Crown must carry out, and use reasonable endeavours to complete by the settlement date, its obligations under clause 17.4 of the Crown forestry licence in relation to the licensed land (the **licence-splitting process**) that will, in particular, enable –

- 6.22.1. the granting of separate licences to the licensee under the Crown forestry licence by –
  - (a) the governance entity, in relation to the licensed land; and
  - (b) the Crown in relation, to the balance of the land that is subject to the Crown forestry licence; and
- 6.22.2. the protection after the settlement date of the interests of the governance entity, the Crown, and the licensee in respect of the licensed land and the balance of the land that is subject to the Crown forestry licence, including –
  - (a) the shared use of roading and other facilities; and
  - (b) rights of access; and

---

**6: TERMS OF TRANSFER**

(c) the sharing of outgoings.

6.23. The governance entity acknowledges and agrees that –

6.23.1. the licence-splitting process in relation to the licensed land may not be completed until after the settlement date as, in particular, the licensee under the Crown forestry licence has no obligation to participate in them until that date; and

6.23.2. the governance entity must –

(a) provide any assistance reasonably required by the Crown to assist with the licence-splitting process; and

(b) sign all documents, and do all other things, required of it as owner of the licensed land to give effect to the matters agreed or determined under the licence-splitting process.

**SPLITTING OF LICENCE FEE**

6.24. Until completion of the licence splitting process in relation to the licensed land, unless otherwise agreed by the governance entity as licensor, and the licensee under the Crown forestry licence, and the Crown, the licence fee under the Crown forestry licence attributable to the licensed land is to be calculated in accordance with the following formula:

$$A \times (B \div C)$$

6.25. For the purposes of the formula in paragraph 6.24 –

**A** is the licence fees under the Crown forestry licence; and

**B** is the area of licensed land; and

**C** is the area of land covered by the Crown forestry licence.

**PRE-TRANSFER OBLIGATIONS IN RELATION TO UNLICENSED LAND**

6.26. During the transfer period for the unlicensed land, the Crown must prudently manage the forest on the land in accordance with the Crown's existing management practices.

**OBLIGATIONS AFTER SETTLEMENT**

6.27. The Crown must –

6.27.1. give the relevant territorial authority notice of the transfer of a transfer property immediately after the actual TSP settlement date for the property, or as soon as reasonably practicable thereafter where the transfer property is subject to survey; and

6.27.2. if it receives a written notice in relation to a transfer property from the Crown, a territorial authority, or a tenant after the actual TSP settlement date for the property, –

(a) comply with it; or

**6: TERMS OF TRANSFER**

- (b) provide it promptly to the governance entity or its solicitor; or
- 6.27.3. pay any penalty incurred by the governance entity to the person providing the written notice as a result of the Crown not complying with paragraph 6.27.2.
- 6.28. From the TSP settlement date, the governance entity must comply with the licensor's obligations under the Crown forestry licence in relation to the licensed land –
  - 6.28.1. including the obligation to –
    - (a) repay any overpayment of licence fees by the licensee; and
    - (b) pay interest arising on or after the TSP settlement date on that overpayment; but
  - 6.28.2. not including the Crown's obligations under clause 17.4 of the Crown forestry licence.

**RISK AND INSURANCE**

- 6.29. A transfer property is at the sole risk of –
  - 6.29.1. the Crown, until the actual TSP settlement date for the property; and
  - 6.29.2. the governance entity, from and including the actual TSP settlement date for the property.

**DAMAGE AND DESTRUCTION**

- 6.30. Paragraphs 6.31 to 6.39 apply if, before the actual TSP settlement date for a transfer property, –
  - 6.30.1. the property is destroyed or damaged; and
  - 6.30.2. the destruction or damage has not been made good.
- 6.31. Paragraph 6.32 applies if the transfer property is –
  - 6.31.1. a commercial redress property (other than licensed land or unlicensed land); or
  - 6.31.2. a deferred selection property; and
  - 6.31.3. as a result of the destruction or damage, the property is not tenantable.
- 6.32. Where this paragraph applies, –
  - 6.32.1. the governance entity may cancel its transfer by written notice to the Crown; or
  - 6.32.2. the Crown may cancel its transfer by written notice to the governance entity if the property is a leaseback property.
- 6.33. Notice under paragraph 6.32 must be given before the actual TSP settlement date.

6: TERMS OF TRANSFER

6.34. Paragraph 6.35 applies if the property is –

- 6.34.1. licensed land; or
- 6.34.2. unlicensed land; or
- 6.34.3. a commercial redress property (other than licensed land or unlicensed land), or a deferred selection property, that –
  - (a) despite the destruction or damage, is tenantable; or
  - (b) as a result of the damage or destruction, is not tenantable, but its transfer is not cancelled under paragraph 6.32 before the actual TSP settlement date.

6.35. Where this paragraph applies –

- 6.35.1. the governance entity must complete the transfer of the property in accordance with this deed; and
- 6.35.2. the Crown must pay the governance entity –
  - (a) the amount by which the value of the property has diminished, as at the actual TSP settlement date for the property, as a result of the destruction or damage;
  - (b) plus GST if any.

6.36. The value of the property for the purposes of paragraph 6.35.2 is to be –

- 6.36.1. in the case of a commercial redress property, its transfer value as provided in part 3; or
- 6.36.2. in the case of a deferred selection property, its transfer value as determined or agreed in accordance with part 5.

6.37. An amount paid by the Crown under paragraph 6.35.2 –

- 6.37.1. is redress, if it relates to the destruction or damage of a commercial redress property; and
- 6.37.2. is a partial refund of the purchase price if it relates to the destruction or damage of a deferred selection property.

6.38. Each party may give the other notice –

- 6.38.1. requiring a dispute as to the application of paragraphs 6.32 to 6.37 be determined by an arbitrator appointed by the Arbitrators' and Mediators' Institute of New Zealand; and
- 6.38.2. referring the dispute to the arbitrator so appointed for determination under the Arbitration Act 1996.

---

**6: TERMS OF TRANSFER**

6.39. If a dispute as to the application of paragraphs 6.32 to 6.37 is not determined by the TSP settlement date, the date the parties must comply with their obligations on transfer of the property is to be –

- 6.39.1. the fifth business day following the determination of the dispute; or
- 6.39.2. if an arbitrator appointed under paragraph 6.38 so determines, another date including the original TSP settlement date.

**BOUNDARIES AND TITLE**

6.40. The Crown is not required to point out the boundaries of a transfer property.

6.41. If a transfer property is subject only to the encumbrances referred to in paragraph 6.2 and, if the property is a leaseback property, the Crown leaseback, the governance entity –

- 6.41.1. is to be treated as having accepted the Crown's title to the property as at the actual TSP settlement date; and
- 6.41.2. may not make any objections to, or requisitions on, it.

6.42. An error or omission in the description of a transfer property or its title does not annul its transfer.

**FENCING**

6.43. The Crown is not liable to pay for, or contribute towards, the erection or maintenance of a fence between a transfer property and any contiguous land of the Crown, unless the Crown requires the fence, in which case the provisions of the Fencing Act 1978 will apply.

6.44. Paragraph 6.43 does not continue for the benefit of a purchaser from the Crown of land contiguous to a transfer property.

6.45. The Crown may require a fencing covenant to the effect of paragraphs 6.43 and 6.44 to be registered against the title to a transfer property.

**DELAYED TRANSFER OF TITLE**

6.46. The Crown covenants for the benefit of the governance entity that it will –

- 6.46.1. arrange for the creation of one computer freehold register for licensed land that is subject to a particular Crown forestry licence if that land –
  - (a) is not contained in one computer freehold register; or
  - (b) is contained in one computer freehold register but together with other land; and
- 6.46.2. arrange for the creation of a computer freehold register for the land of a transfer property for land that –
  - (a) is not licensed land; and

**6: TERMS OF TRANSFER**

- (b) is not contained in a computer freehold register; or
- (c) is contained in a computer freehold register or registers but together with other land; and

6.46.3. transfer (in accordance with paragraph 6.5 or 6.6, whichever is applicable) the fee simple estate in a transfer property to which paragraph 6.46.1 or 6.46.2 applies as soon as reasonably practicable after complying with that paragraph in relation to the property but not later than five years after the actual TSP settlement date.

6.47. If paragraph 6.46.3 applies to a transfer property, and paragraph 6.6 is applicable, the governance entity must comply with its obligations under paragraph 6.6.3 by a date specified by written notice by the Crown.

6.48. The covenant given by the Crown under paragraph 6.46 has effect and is enforceable, despite:

- 6.48.1. being positive in effect; and
- 6.48.2. there being no dominant tenement.

6.49. If paragraph 6.46 applies then, for the period from the actual TSP settlement date until the date that the Crown transfers the fee simple estate in the transfer property to the governance entity –

- 6.49.1. the governance entity will be the beneficial owner of the property; and
- 6.49.2. all obligations and rights will be performed and arise as if the fee simple estate had been transferred to the governance entity on the actual TSP settlement date; and

6.49.3. the governance entity may not serve a settlement notice under paragraph 6.52.

**INTEREST**

6.50. If for any reason (other than the default of the Crown) all or any of the amount payable by the governance entity to the Crown in relation to a purchased deferred selection property is not paid on the TSP settlement date –

- 6.50.1. the Crown is not required to give possession of the property to the governance entity; and
- 6.50.2. the governance entity must pay the Crown default interest at the rate of 12% per annum on the unpaid amount (plus GST if any) for the period from the TSP settlement date to the actual TSP settlement date.

6.51. Paragraph 6.50 is without prejudice to any of the Crown's other rights or remedies available to the Crown at law or in equity.

**6: TERMS OF TRANSFER**

**SETTLEMENT NOTICE**

6.52. If, without the written agreement of the parties, settlement of a purchased deferred selection property is not effected on the TSP settlement date –

6.52.1. either party may at any time after the TSP settlement date serve notice on the other (a settlement notice) requiring the other to effect settlement; but

6.52.2. the settlement notice is effective only if the party serving it is –

(a) ready, able, and willing to effect settlement in accordance with the settlement notice; or

(b) not ready, able, and willing to effect settlement only by reason of the default or omission of the other party; and

6.52.3. upon service of a settlement notice, the party on which it is served must effect settlement within 10 business days after the date of service (excluding the date of service); and

6.52.4. time is of the essence under paragraph 6.52.3; and

6.52.5. if the party in default does not comply with the terms of a settlement notice, the other party may cancel the agreement constituted by paragraph 5.4.

6.53. Paragraph 6.52, and the exercise of rights under it, is without prejudice to any other rights or remedies, at law, in equity, or otherwise, that the party not in default may have.

**FURTHER ASSURANCES**

6.54. Each party must, at the request of the other, sign and deliver any further documents or assurances, and do all acts and things that the other may reasonably require to give full force and effect to this part.

**NON-MERGER**

6.55. On transfer of a transfer property to the governance entity –

6.55.1. the provisions of this part will not merge; and

6.55.2. to the extent any provision of this part has not been fulfilled, it will remain in force.

**GST**

6.56. When the governance entity gives a written notice of election to purchase under part 5, it must include in that notice the following information in relation to the factual situation that will exist at the DSP settlement date and warrants the correctness of that information –

6.56.1. whether or not the governance entity is or will be at the DSP Settlement Date a registered person for GST purposes; and

6.56.2. the governance entity's registration number (if any); and

6: TERMS OF TRANSFER

- 6.56.3. whether or not the governance entity intends to use the property for the purposes of making taxable supplies; and
- 6.56.4. whether or not the governance entity intends to use the property as a principal place of residence of the governance entity or a person associated with the governance entity under section 2A(1)(c) of the Goods and Services Tax Act 1985.

6.57. If any of that information provided in the election to purchase notice under paragraph 6.56 alters before the DSP settlement date, the governance entity must immediately notify the Crown and warrants that the altered information is correct as at the date of notification.

6.58. If the information provided (subject to alteration, if any) indicates that, at the DSP settlement date, each of the following statements is correct and the supply of the property is a taxable supply by the Crown, the parties agree that GST will apply to the supply at the rate of zero percent:

- 6.58.1. the governance entity is or will be at the DSP Settlement Date a registered person for GST purposes; and
- 6.58.2. the governance entity intends to use the property for the purposes of making taxable supplies; and
- 6.58.3. the governance entity does not intend to use the property as a principal place of residence of the governance entity or a person associated with the governance entity under section 2A(1)(c) of the Goods and Services Tax Act 1985.

## 7 NOTICE IN RELATION TO REDRESS AND DEFERRED SELECTION PROPERTIES

7.1. If this schedule requires the governance entity to give notice to the Crown in relation to or in connection with a redress property, or a deferred selection property, the governance entity must give the notice in accordance with part 4 of the general matters schedule, except the notice must be addressed to the land holding agency for the property at its address or facsimile number provided –

- 7.1.1. in paragraph 7.2; or
- 7.1.2. if the land holding agency has given notice to the governance entity of a new address or facsimile number, in the most recent notice of a change of address or facsimile number.

7.2. Until any other address or facsimile number of a land holding agency is given by notice to the governance entity, the address of each land holding agency is as follows for the purposes of giving notice to that agency in accordance with this part.

Land holding agency	Address and facsimile number
Department of Conservation	Conservation House 18-32 Manners Street PO Box 10420 Wellington 6011 Fax: +64 4 381 3057
Land Information New Zealand	PO Box 5501 Wellington 6011 Fax: +64 4 472 224
Ministry of Education	Mātauranga House 33 Bowen Street PO Box 1666 Wellington 6011 Fax: +64 4 463 8001
New Zealand Defence Force	Freyberg Building 20 Aitken Street PO Box 39997 Wellington 6011
New Zealand Police	180 Molesworth Street PO Box 9147 Wellington 6011 Fax: +64 4 498 7400

## 8 DEFINITIONS

- 8.1. In this schedule, unless the context otherwise requires, party means each of the governance entity and the Crown.
- 8.2. In this deed, unless the context otherwise requires, -

**acquired property** means –

- (a) each redress property; and
- (b) each purchased deferred selection property; and

**actual TSP settlement date**, in relation to a transfer property, means the date on which **settlement** of the property takes place; and

**arbitration commencement date**, in relation to the determination of the market value and/or market rental of a separate valuation property means:

- (a) in relation to a referral under paragraph 5.24.2 the date of that referral; and,
- (b) in relation to an appointment under paragraph 5.24.3 or 5.24.4, a date specified by the valuation arbitrator under paragraph 5.24.5:

**arbitration meeting**, in relation to the determination of the market value and/or market rental of a separate valuation property, means the meeting notified by the valuation arbitrator under paragraph 5.25.1; and

**Crown leaseback** means, in relation to –

- (a) a leaseback commercial redress property, the lease to be entered into by the governance entity and the Crown under clause 6.5; and
- (b) a leaseback deferred selection property, the lease to be entered into by the governance entity and the Crown under paragraph 5.4.2; and

**disclosed encumbrance**, in relation to a transfer property, means an encumbrance affecting or benefiting the property that is disclosed in the disclosure information about the property; and

**disclosure information**, in relation to an acquired property, means the information given by the Crown about the property referred to in paragraph 1.1.

**DSP settlement date**, in relation to a purchased deferred selection property, means the date that is [40] business days after the Crown receives an election notice from the governance entity electing to purchase the property; and

**election notice** means a written notice given by the governance entity in accordance with paragraph 5.3 electing whether or not to purchase a deferred selection property; and

---

#### 8: DEFINITIONS

**initial annual rent** in relation to a leaseback deferred selection property, means the rent payable under the Crown leaseback from its commencement determined or agreed in accordance with part 5; and

**joint valuation property** means each deferred selection property that part 4 provides is to be jointly valued; and

**leaseback commercial redress property** means each property referred to in clause 6.5; and

**leaseback deferred selection property** means each deferred selection property referred to in clause 6.14; and

**leaseback property** means –

- (a) each leaseback commercial redress property; and
- (b) each leaseback deferred selection property; and

**Lessee's improvements**, in relation to a leaseback property has the meaning given to it in the Crown leaseback for the property; and

**licence-splitting process** has the meaning given to it by paragraph 6.22; and

**market rental**, in relation to :

- (a) a joint valuation property, has the meaning provided in the valuation instructions in appendix 1 to part 5; and
- (b) a separate valuation property, has the meaning provided in the valuation instructions in appendix 2 to part 5; and

**market value**, in relation to –

- (a) a joint valuation property, has the meaning provided in the valuation instructions in appendix 1 to part 5; and
- (b) a separate valuation property, has the meaning provided in the valuation instructions in appendix 2 to part 5; and

**notice of interest**, in relation to a deferred selection property, means a notice given by the governance entity under paragraph 5.1 in relation to the property; and

**notification date**, in relation to a deferred selection property, means the date that the Crown receives a notice of interest in the property from the governance entity; and

**registered bank** has the meaning given to it by section 2(1) of the Reserve Bank of New Zealand Act 1989; and

**registered valuer** means a person registered as a valuer with the Valuers Act 1948; and

**school site**, means a leaseback property in respect of which the land holding agency is the Ministry of Education; and

8: DEFINITIONS

**separate valuation property** means each deferred selection property that part 4 provides is to be separately valued; and

**settlement notice** has the meaning given to it by paragraph 6.52.1; and

**terms of transfer** means the terms of transfer set out in part 6; and

**transfer property** has the meaning given to it by paragraph 6.1; and

**transfer period** means, in relation to –

- (a) a commercial redress property, the period from the date of this deed to its actual TSP settlement date; and
- (b) a deferred selection property, the period from the notification date for that property to its actual TSP settlement date; and

**transfer value**, in relation to a deferred selection property, means the amount payable by the governance entity for the transfer of the property determined or agreed in accordance with part 5; and

**TSP settlement date** means, in relation to –

- (a) a commercial redress property the settlement date (as defined in paragraph 6.1 of the general matters schedule); and
- (b) a purchased deferred selection property, the DSP settlement date for the property; and

**valuation arbitrator**, in relation to a separate valuation property means the person appointed under paragraphs 5.15.2 or 5.16, in relation to the determination of its market value, and if applicable its market rental; and

**valuation date**, in relation to a deferred selection property, means the notification date in relation to the property.