



TRANSPower NEW ZEALAND LIMITED

PRICING SUPPLEMENT NO.1 FLOATING RATE BONDS DUE 2015

Current at 17 November 2011

This Pricing Supplement is prepared in respect of, issued with, and referred to in, the Investment Statement dated 17 November 2011 prepared by Transpower New Zealand Limited for the offer of bonds.

Capitalised terms used in this Pricing Supplement have the defined meanings which appear in the Investment Statement.

Issuer	Transpower New Zealand Limited
Description of Bonds	Unsecured, unsubordinated, debt obligations of the Issuer
Type of Bonds	Floating Rate Bonds
Bonds Rating	The rating of the Bonds is expected to be: A1 Moody's AA- Standard & Poor's
Aggregate Principal Amount of offer	up to \$200,000,000
Principal Amount	\$1.00 per Bond
Purpose	The net proceeds from the issue of the Bonds are intended to be applied for general corporate purposes, including capital expenditure requirements, of the Transpower Group.
Joint Lead Managers	ANZ National Bank Limited ASB Institutional
Opening Date	21 November 2011
Closing Date	25 November 2011
Issue Date	30 November 2011
Maturity Date	3 December 2015
Interest Payment Dates	3 March, 3 June, 3 September, and 3 December in each year up to and including the Maturity Date
First Interest Payment Date	3 March 2012
Interest Rate	The aggregate of the Base Rate on the first day of the Interest Period and the Margin.

Base Rate	<p>In relation to an Interest Period:</p> <p>(a) in relation to the first Interest Period only, the rate determined by the Agent as the rate resulting from a straight line interpolation (rounded, if necessary, to the nearest four decimal places) between the FRA settlement rates as displayed at or about 10.45am on the first day of that Interest Period on the Reuters Monitor Screen page BKBM (or its successor page) (Reuters Monitor Screen) for bank bills having a term of 3 months and 4 months;</p> <p>(b) in relation to subsequent Interest Periods, the rate determined by the Agent as the FRA settlement rate (rounded, if necessary, to the nearest four decimal places) as displayed at or about 10.45am on the first day of that Interest Period on the Reuters Monitor Screen for bank bills having a term approximately equal to that Interest Period;</p> <p>(c) if there is no such rate for bank bills having a term approximately equal to that Interest Period, then the rate determined by the Agent as the average rounded, if necessary, to the nearest four decimal places and ignoring the highest and lowest rates quoted) of the rates quoted to the Agent for the relevant Bonds by each of the Reference Banks (as defined in the Master Trust Deed) (or such one or more of them as are quoting) as being its buy rate for bank bills at or about the time on that date; or</p> <p>(d) if the Base Rate cannot be determined pursuant to paragraphs (a), (b) or (c) above, the rate per annum reasonably determined by the Agent to be the nearest practicable equivalent for that Interest Period.</p>
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Margin	The Margin will be determined by the Issuer in consultation with the Joint Lead Managers and announced on 25 November 2011.
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Interest Period	3 months (except in relation to the first Interest Period, which shall be the period from the Issue Date to the First Interest Payment Date).
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No listing	As at the Issue Date, no application has been made to NZX to list the Bonds.
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The Bonds are offered by Transpower New Zealand Limited on the terms and conditions set out or referred to in the Investment Statement and the registered Prospectus. Applications must be made on the Application Form contained in the Investment Statement and be for a minimum Principal Amount of \$5,000 and thereafter in multiples of \$1,000. Allotment of Bonds will only be made on receipt of such an Application Form. Interest will be paid by the Issuer on the Bonds on each Interest Payment Date to the Bondholders as at the relevant Record Date.

For an Investment Statement please contact:

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ASB Bank Limited

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