

Disclosure Statement

29 February 2008

<p>Introduction</p>	<p>Alexander <u>David</u> Knox BURT</p> <p>I am an Investment Advisor and am employed by and a director of Global Portfolios Ltd. Global Portfolios Ltd contracts to Alliot Financial Management Limited, and also has a contract with Professional Investment Services (NZ) Limited whereby that company provides services such as investment advice, recommendations, training and supervision.</p>
<p>My educational qualifications and experience</p>	<p>I hold the following qualifications:</p> <p>LLB (Bachelor of Laws) Auckland, 1980 Graduate Diploma Personal Financial Planning, Waikato, 1998</p> <p>I have worked as an Investment Advisor for the past 16 years and in financial services for the past 17 years.</p> <p>Professional Investment Services (NZ) Ltd was incorporated on 4 April, 2001. I have been an Authorised Representative since February 2006.</p> <p>I keep up to date with investment issues by attending training days and conferences hosted by Professional Investment Services (NZ) Limited, and conferences hosted by SIFA (see below).</p>
<p>Professional Associations</p>	<p>I am a member of the Society of Independent Financial Advisers (SIFA).</p>
<p>Professional Indemnity Insurance</p>	<p>For the protection of clients, and to comply with the requirements of Professional Investment Services Limited, Global Portfolios Ltd maintains Professional Indemnity insurance through QBE Insurance which covers the following areas:</p> <p>Loss caused by professional negligence involving acts, errors or omissions in the execution or implementation of investment advice or decisions.</p> <p>Professional Investment Services (NZ) also holds maintains Professional Indemnity insurance through Marsh Ltd.</p>
<p>Dispute Resolution facilities</p>	<p>Professional Investment Services (NZ) Limited has an internal dispute resolution facility. All complaints or enquiries should be addressed to: The General Manager, Professional Investment Services (NZ) Limited, P O Box 8463, Symonds St, Auckland.</p>
<p>Criminal Convictions</p>	<p>I have not been:</p> <ul style="list-style-type: none"> • convicted of an offence under the Securities Markets Act 1988, the Securities Act 1978 or of a crime involving dishonesty; • a principal officer of a body corporate at the time when that body corporate committed one of these offences; • adjudicated bankrupt; • prohibited by a law or a court from taking part in the management of a company of a business; • the subject of an adverse finding by a court in any civil or criminal court action that has been taken against the adviser in their professional capacity • expelled from, or prohibited from being a member of any professional body.

<p>Disclosure of any conflict of interest which could impair my advice and/or objectivity as an advisor</p>	<p>Neither Alexander David Knox Burt, Global Portfolios Ltd nor Alliot Financial Management Limited has exclusive arrangements or financial ties with any supplier of products, investments or services recommended by him.</p> <p>While the parties mentioned above may from time to time hold or subscribe to similar or identical investments products and services, it is the strict policy of Global Portfolios Limited, Alliot Financial Management Limited, and Professional Investment Services (NZ) Ltd and its associated representatives to ensure that no actual or potential conflict of interest exist which could impair to objectivity.</p> <p>Neither Global Portfolios Limited nor Alexander David Knox Burt has interests or relationships that a reasonable person would find reasonably likely to influence it or him in the giving of investment advice.</p> <p>If and when Global Portfolios Limited or Alliot Financial Management Limited becomes aware of such a conflict arising they will inform all clients at the time.</p>
<p>The services I can offer you</p>	<p>Investment Advice Wealth Creation Retirement Planning</p> <p>Professional Investment Services (NZ) Ltd is also a life insurance agent. The insurance companies they hold agencies with are responsible for any life insurance advice Professional Investment Services (NZ) Ltd or its employees/sub-agents/Investment Advisors provide to you. Those life companies are:</p> <p>AIA, AMP, Asteron, AXA, Fidelity, ING, Sovereign and Tower Health and Life.</p>
<p>How am I paid?</p>	<p>Professional Investment Services (NZ) Limited initially receives commission and fee for service amounts and subsequently splits these amounts with Global Portfolios Ltd. In turn Global Portfolios Ltd shares some of these commissions with Alliot Financial Management Limited. I may from time to time receive gifts from and at the discretion of third parties (eg fund managers). Examples in the past would include lunches, breakfasts, pens and an umbrella but unless and until any such gifts are offered and received in the future I am unable to provide further details.</p> <p>UPFRONT COMMISSION & ONGOING FEES (TRAILS) The upfront commission for investment-type financial products can range between 0% and 10% depending on the product provider, while on-going or trail commissions may range between 0.0% and 1%.</p> <p>Example: An investment of \$10,000 in an equity fund paying 4% initial commission and 1% trail commission, the upfront commission would be \$400 and trailing commission thereafter at \$100 per year.</p> <p>FEE FOR SERVICE If a fee for service is payable by you rather than commission, my hourly fee rate is \$250 per hour plus GST if any.</p> <p>Example: Consultation 4 hours @ \$250 equates to \$1,000 plus GST, if any, which may be payable at the time of the consultation or at a later time.</p> <p>OTHER BROKERAGE If we arrange for the trade of your securities through a sharebroker, then that broker may split some of its brokerage in proportions agreed with that broker at that time.</p> <p>Example: Your shares sell for \$10,000 and the sharebroker charges \$150 for brokerage. If the broker splits one-third of the brokerage with the Investment Advisor then \$50 would be payable to the Investment Advisor</p>

How to find me

My and Allott Financial Management Limited's business address is:

Ground Floor, 109 Carlton Gore Road, Newmarket Auckland

and the postal address is

PO Box 99-841, Newmarket, Auckland 1149.

If you would like to make an appointment to discuss your financial needs and objectives in more detail, please contact me by:

Phone 09-520-9200 Fax 09-520-9201

Email db@allott.co.nz