Bright Wild & Thomas

Grosvenor Investment Management Limited (GIML) has been granted Qualifying Financial Entity (QFE) status.

Your adviser is a nominated representative of GIML and has been appointed as a QFE adviser. GIML is responsible for the financial adviser services and disclosure obligations of your adviser.

The disclosures made in this statement comprise your adviser's disclosure statement as Part 1 and GIML's disclosure statement as Part 2.

PART 1

Investment Adviser – Disclosure Statement

David George Cutfield

This statement is current as at 30 June 2011and complies with section 23 (2) of the Financial Advisers Act 2008 and the Financial Advisers (Disclosure) Regulations 2010

Company/Trading Name:	Bright Wild & Thomas Financial Services Ltd, and Bright Wild & Thomas Limited
Address:	1168 Amohia Street, PO Box 917, Rotorua
Relationship with Company:	Employee
Telephone:	07 347 0579
Facsimile:	07 347 0576
Email:	davidc@brightwildthomas.co.nz

We are registered as a private company and trade as Chartered Accountants and Investment Advisers.

This document complies with the disclosure requirements of the Financial Advisers Act 2008 and the Financial Advisers (Disclosure) Regulations 2010.

Qualifications/Experience/Professional Memberships
I have completed 32 years service with The National Bank of New Zealand Ltd, both in New Zealand and in the U.K. During the last 18 years of my career I managed a large and varied portfolio of Bank clients in five different locations in the North Island.

Portfolio management required skills in assessing lending and deposit/investment risk. Primarily, Bank fixed interest rate options were promoted, but advice on other non-National Bank products has been afforded clients, especially over the past 5 years. These include unit trusts, superannuation schemes, term investments, and, managed investment accounts.

Through the management of various client portfolios, and my work in London, I have experience in the management of foreign currency risk and hedging.

As a financial adviser at Bright Wild & Thomas Financial Services Limited, I will ensure I maintain and enhance my financial planning skills by:

1) Attending industry conferences and courses
2) Utilising comprehensive investment research from a number of sources purchased by Bright Wild & Thomas Financial Services Ltd

Relationships with relevant organisations

I am a GIML QFE adviser. I have entered into a contract with GIML, under which I have been nominated as a nominated representative of GIML and authorised to provide certain financial adviser services in relation to selected financial products. GIML does not pay me any fees under the contract.

In addition, Bright Wild & Thomas Financial Services Limited have relationships with the following companies whose services we utilise to assist in providing investment advice to our clients

1. Grosvenor Investment Services Limited
2. Grosvenor Financial Services Group Limited
3. Grosvenor Custodial Administration Services Limited
4. Kiwi Super Savers Limited

Advice Coverage

I am authorized by GIML to provide financial advice on the following products:

- Grosvenor Investment Series (a range of diversified portfolios and the Enhanced Cash Portfolio)
- Grosvenor KiwiSaver Scheme
- Personal risk insurance
- Medical insurance
- Term deposits

Appendix B is a list of the approved products that I am authorized to advise on.

If I am not qualified to provide you with the advice you seek, I will refer you to another adviser within Bright Wild & Thomas Financial Services Limited who is.

Bright Wild & Thomas Financial Services Limited can also offer advice on the following, and if I am not qualified to do so I will refer you to a Financial Planner within Bright Wild & Thomas Financial Services Limited:

1. Managed funds including Superannuation products and KiwiSaver
2. Fixed interest securities including debenture instruments
3. Equity investments. (only applicable to shares recommended as part of a diversified portfolio)
4. Savings products
5. Collective investment schemes where a public prospectus is available
6. Insurance products including term life insurance, total and permanent disability insurance, trauma/critical care insurance, income protection insurance, and, health/medical insurance

As part of the advisory function, we may recommend that investments be made and administered using the Grosvenor Wrap Platform, which is a system for implementing, administering, monitoring, and reporting investment portfolios based on rigorous due diligence.

In relation to risk management products, Bright Wild & Thomas Financial Services Limited has sub-agency agreements with several companies for the sale of these products.

Money Handling Procedures
Procedures for Dealing with Investment Money

1. I do not handle client funds as all investment cheques are made payable to the payees designated on the relevant prospectuses or to Grosvenor Custodial Administration Services Limited (GCAS Trust Account – Deposit), where appropriate.

2. Clients who elect to have their portfolios managed (using the Managed Investment Account – MIA) will invest in deposit accounts with the National Bank, operated by the Administrator, Grosvenor Custodial Administration Services Limited, from which funds will be used to buy, sell, acquire or redeem securities, and to pay fees. Securities are held by the securities custodian (Asset Custodian Nominees Limited "ACNL") as bare trustee for the client, in an account recorded by the Administrator.

3. In using the Managed Investment Account, the client will appoint the Adviser as the client's attorney with authority to implement the transactions in terms of a specific Client Mandate agreement.

4. Where clients elect not to have managed portfolios they may utilise a custodial service through ACNL which is recorded by the Administrator, or retain all securities themselves.

5. All transactions are recorded and reported to the client on a regular basis. Access to all client records is available on request. Client transactions are audited and a copy of the audit report is available to clients on request.

6. In completing a transaction in relation to the acquisition of any particular security the following information is available to you:
   i. A full description of the security.
   ii. A copy of the current brochure, product description, investment statement or prospectus published by the security issuer.
   iii. A full description of the nature of any guarantee associated with the security.
   iv. Full details of the identity, name and address of the security issuer, including the principals.
   v. A clear description of all the fees and charges to be borne by the client, associated with the investment in, or costs relating to, the acquisition and or management of the security.

7. All insurance transactions are handled with the client's cheque made payable directly to the product supplier, and I do not have use of your money.

Remuneration
Bright Wild & Thomas Financial Services Limited charge a flat fee of up to $600 plus GST for a financial plan. This fee includes the consultation, report, and implementation of any recommendations. Bright Wild & Thomas Financial Services Limited are also eligible to receive brokerage from product providers in relation to the sale of their products as detailed in Appendix A.

Personal Disclosure

1. My business address, telephone and fax numbers are as set out above.

2. Criminal Convictions

   Neither I, the company, nor any directors of the company have ever been:

   (a) Convicted of an offence under the Securities Markets Act 1988 or the Securities Act 1978, or of a crime involving dishonesty; either as an individual, director or principal officer of a body corporate; or
   (b) Adjudged bankrupt; or
   (c) Prohibited by an Act or by a Court from taking part in the management of a company or business; or
   (d) Been the subject of an adverse finding by a court in any proceeding that has been taken against the investment adviser in the adviser's professional capacity; or
   (e) Expelled from, or been prohibited from being a member of a professional body
   (f) Placed in statutory management or receivership in the last 5 years

Interests

The Financial Advisers Act 2008 and the Financial Advisers (Disclosure) regulations 2010 require advisers to disclose any direct or indirect pecuniary interest that they may have in the giving of investment advice. I may have funds invested from time to time in different investment offerings (including Unit Trusts, Superannuation Funds and Shares) but do not have any other interest in any of the investment product issuers.

I am an employee of Bright Wild & Thomas Financial Services Ltd, and as such, I am remunerated by way of a salary.

Bright Wild & Thomas Ltd is a 5% shareholder of RMS Group Ltd. The firm's Trustee Company acts as an independent trustee of the majority shareholder.

Agency, Power of Attorney and Custodial Services

I do not provide Agency, Power of Attorney or Custodial Services of any type.

Declaration

I declare that this document when completed and signed meets the standards of disclosure required by the Financial Advisers Act 2008, and, the Financial Advisers (Disclosure) regulations 2010.

Yours faithfully

David Cutfield

GROSVENOR INVESTMENT MANAGEMENT LIMITED
Financial Service Provider Register Number: FSP28142

DISCLOSURE STATEMENT
1 April 2011

About the business

<u>Background</u>

Grosvenor Investment Management Limited (GIML) is a wholly owned subsidiary of Grosvenor Financial Services Group Limited (GFSG) and is part of the GFSG group of companies (Grosvenor Group). GIML has been granted QFE status under the Financial Advisers Act 2008.

GIML takes responsibility for the financial adviser services provided by its QFE advisers.

<u>Products</u>

GIML is the Manager, Issuer and Promoter of the Grosvenor Investment Series and is the Manager and Promoter of the Grosvenor KiwiSaver Scheme (GIML's Category 1 Products). While GIML is not a category 2 product provider, other entities within the Grosvenor Group offer category 2 products – being term life insurance (TriMax) and limited life cover to selected members of the Grosvenor KiwiSaver Scheme.

GIML's QFE advisers can only provide certain financial adviser services in relation to GIML's Category 1 Products and any category 2 products including Trimax.

<u>Remuneration</u>

GIML earns fees as the Manager of GIML's Category 1 Products but collects no fees from the sale of TriMax.

GIML's QFE advisers are entitled to all applicable fees arising from the sale of financial products (including GIML's Category 1 Products) paid by the issuer of those products.

<u>Important</u>

GIML's financial adviser services are regulated and monitored by the Securities Commission. You can obtain information about financial advisers in general from the Securities Commission and can report information about GIML or its QFE advisers to the Securities Commission.

The contact details of the Securities Commission are as follows:

- Physical Address: 8th Floor, Unisys House, 56 The Terrace, Wellington
- Mailing Address: PO Box 1179, Wellington 6140
- Email:seccom@seccom.govt.nz
- Telephone: 0800 434 567
- Fax: (04) 472 8076

The information provided in this Disclosure Statement is important and should help you decide which financial adviser to choose.

You can check the status of GIML on the register at: www.fspr.govt.nz.

About the service (in relation to category 1 products)

Types of financial adviser services provided

GIML's QFE advisers are permitted to provide you with a personalised service by giving financial advice or providing a discretionary investment management service in relation to GIML's Category 1 Products only.

GIML's QFE advisers are not permitted to provide you with an investment planning service.

Your adviser will provide you with specific details of himself/herself as well as the specific financial adviser services and products offered to you.

Fees for financial adviser services

GIML does not charge you any fees for the financial adviser services you receive. GIML earns fees as Manager of GIML's Category 1 Products.

In addition, your adviser will disclose all other fees chargeable to you.

Further details

QFE advisers have a contractual relationship with GIML under which they are authorised to provide certain financial adviser services in relation to financial products, including GIML's Category 1 Products. GIML does not pay its QFE advisers under this contract.

GIML pays all financial advisers (including its QFE advisers) the following fees in relation to GIML's Category 1 Products:

- Grosvenor Investment Series: Adviser service trail of up to 1.05% p.a.
- Grosvenor KiwiSaver Scheme: $30 per new member; adviser service trail of 0.5% p.a.

In addition, your adviser will disclose all other matters that relate that may materially influence him/her in providing financial adviser services to you.

Professional indemnity insurance cover

The Grosvenor Group has put in place what it believes is appropriate professional indemnity insurance cover for its various business activities including those of GIML. As with all insurances, this cover has limitations and is subject to certain exclusions, terms and conditions.

Internal complaints procedure

Complaints, preferably in writing, can be made to GIML or your adviser and are recorded on a complaints register. GIML endeavours to resolve complaints within 14 days. If a complaint still remains unresolved after a 90 day period, the complainant has the option of referring the complaint to the external dispute resolution scheme of which GIML is a member of.

GIML is a member of the Financial Dispute Resolution scheme, which is an approved dispute resolution scheme for the purposes of the Financial Service Providers

(Registration and Dispute Resolution) Act 2008. The website of the Financial Dispute Resolution scheme is: http://www.fdr.org.nz.

The contact details of the Financial Dispute Resolution scheme are as follows:

- Physical Address: Level 9, 109 Featherston Street, Wellington 6011
- Mailing Address: Freepost 231075, P.O. Box 5730, Wellington 6145
- Email: enquiries@fdr.org.nz
- Telephone: 0508 337 337
- Fax: (04) 918 4901

Contact us

Grosvenor Investment Management Limited
Level 23, Plimmer Towers
2-6 Gilmer Terrace
Wellington
Tel: (04) 473 0262
Fax: (04) 499 6106
Email: clientservices@gfsg.co.nz

Declaration
I/we acknowledge that I/we have been provided with a copy of the Disclosure Statements for David Cutfield and GIML.

____________________	____________________
Client's Signature	Client's Signature
____________________	____________________
Client's Name	Client's Name
____________________	
Date	

APPENDIX A

Bright Wild & Thomas Financial Services Limited is eligible to receive brokerages on the following products. Please note that these are the maximum brokerages payable and in many cases these may be discounted.

INVESTMENT PRODUCTS	PRODUCT PROVIDER	INITIAL BROKERAGE AS A % OF INVESTMENT	ONGOING % OF TOTAL INVESTMENT
Managed Funds	Grosvenor Financial Services	0%	1.05%
KiwiSaver	Grosvenor (Kiwi Super Savers Limited)	$30 per new account	0.50%

RISK PRODUCTS	PRODUCT PROVIDER	MAXIMUM INITIAL BROKERAGE AS A % OF A.P.	ONGOING % OF A.P.
Term Life, Medical, and Income Protection	Trimax (Fidelity)	0%	35% pa paid monthly
	AIA	90%	4%
	Sovereign	90%	4%
	Fidelity Life	90%	4%
	Tower	90%	4%
	ING Life	90%	4%
	AMP	90%	4%
	AXA	90%	4%