



## Dividend Policy

As an investment company investing in growth companies, Kingfish can be expected to generate greater long-term value for shareholders through capital growth than through dividend income. However, the Board recognises the importance of dividends to many shareholders and announced a new dividend policy on 24 June 2009.

Under the new long-term distribution policy Kingfish will pay out to shareholders 2% per quarter of its average Net Asset Value (NAV). The payments will be made in March, June, September and December.

To meet the payment, Kingfish will firstly utilise income from its investments and realised capital gains. If these are insufficient to cover the targeted payout Kingfish will then liquidate part of its capital base and return it to shareholders.

As a Portfolio Investment Entity (PIE), these distributions will be tax-free to NZ Resident Kingfish shareholders. Investors in Kingfish Limited should refer to PIE taxation under FAQ's or their financial advisor for further information.

The Directors intend that imputation credits will be attached to dividends to the fullest extent possible. To the extent that the dividend is not imputed, the dividend should be treated as excluded income for New Zealand resident investors.