

AUDITORS' REPORT

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*REPORT OF THE AUDITORS  
TO THE MEMBERS OF TELECOM AUCKLAND LIMITED*

The financial statements are in agreement with the accounting records which, in our opinion, have been properly kept. We obtained the information and explanations we required.

In our opinion, the financial statements give, under the historical cost convention a true and fair view of the state of the Company's affairs at 31 March 1991 and of the earnings for the year ended on that date and they comply with the Telecommunications (Disclosure) Regulations 1990.

*COOPERS & LYBRAND*

*CHARTERED ACCOUNTANTS*

*AUCKLAND, 7 JUNE 1991*