



Happy Easter Holidays to all Shareholders and their families

Information Memorandum

We are very pleased to announce that we have released a new Information Memorandum. The IM provides details on new terms associated with the purchase of shares in the Company. The IM and the terms of this offer are open until 9th May, 2021.

We understand that banks have been a bit difficult over the past couple of years and so, based on feedback from our shareholders, we have put together what should be a compelling offer to buy shares, one that is intended to enable financing of the purchase of shares from cashflows. If you would like to receive a copy of this Information Memorandum, please call the office on 03 4331201 or email us at office@noic.co.nz and request a copy to be posted or dropped off to you.

Roughly 85% of the available shares have already been taken up. With all the shares taken up, the costs to run the company won't have changed, but we expect that we will be in a position to contain, if not actually reduce the monthly charges per share.

The terms are all laid out in the IM. If you have any questions at all, please don't hesitate to call me, or Stephen Craig-Pearson (Commercial Manager).

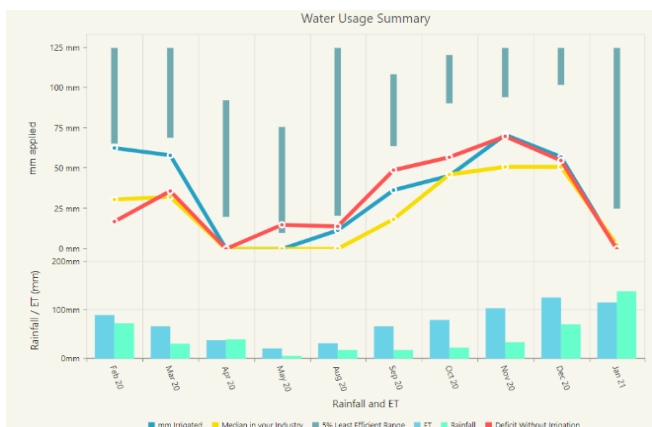
I trust you have a pleasant and relaxing Easter.

Andrew Rodwell – Chief Executive

Water Use

Your irrigation use over the last season is graphed to show the MM irrigation applied compared to MM evapotranspiration/moisture lost. This graph is an indicator of system efficiency and scheduling practices and is a valuable guide when reviewing the season. Your farm's graph is available in the Shareholders' Area of the NOIC website.

If you are interested in accessing this information or would like to know more, please email office@noic.co.nz or call Stephen on 027 534 9404 or Marijn on 03 433 1201.



Intensive Grazing Photo Competition - \$500 Farmlands Voucher Winner

Congratulations to Jo and Ross Hay on their photos submitted for this competition. Ross and Jo were awarded a \$500 Farmlands voucher for winning the competition.



Position Available – Scheme Operator

After more than 7 years with the company, Operator Shane Hill has decided to move on to a different role and we wish him well.

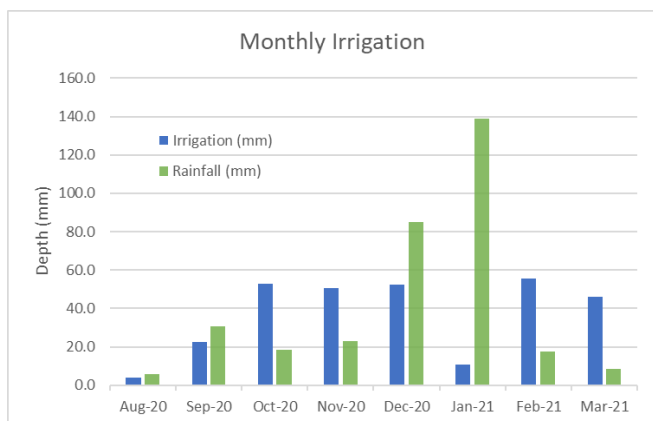
As a result of this we are currently advertising for a replacement Operator. If you know of anyone who may be interested in this role please direct them to the advert in Seek or have them contact the NOIC office on 03 433 1201 for details.

Operations Update

Irrigation use started in August 2020 and by end of September had reached over 300,000m³/day, the fastest increase in water demand at the start of a season in NOIC history. Mechanical issues at PS1, along with global logistics issues resulting from Covid 19, meant we had to initiate a 7 day roster through October until the P12 motor was in place and operational. Thanks to all shareholders for your patience and understanding through this period!

Since returning to full capacity, the scheme has operated exceptionally well with minimal disruption to supply. There has been an isolated, repeat issue that impacts a few shareholders on Stage 1. We are working towards a long term solution for this issue. Our winter maintenance programme is underway and we are scheduling various tasks around scheme demand at present. Note there will be 4-5 major shutdowns (2-4 days each) on various parts of the scheme to repair isolation/PRV valves, and to install new property connections. Please ensure you have alternative stockwater plans available for these shutdowns.

The following graph provides a monthly summary of average irrigation and rainfall depth across the NOIC scheme, with approximately 300mm irrigation applied to date. Total water demand is projected to be 30% higher than any previous season. Interestingly water use per share is not the highest on record (2008/2009 season), indicating general improvement in efficiency of application across the scheme.



Please note that the annual Transpower outage is scheduled for 24-28 May 2021. We have alternative plans to continue stockwater supply, but please note there will be NO irrigation water available during this outage.

Shares Available

Shares to Lease

Brenda McLeod - 100-130 shares. Please call 027 513 1100

Kieran McNamara – 5 shares. Please call +61 4385 00117 or email kandkmac@yahoo.com.au

Wanted to Purchase

Two k-lines with 8-10 pods each. Contact John Hore, 021 148 8887

Environmental Update – Intensive Winter Grazing

Reminder and Updates of National Environment Standards (NES)

Intensive Winter Grazing (IWG):

The government have decided to defer the start date for parts of the intensive winter grazing (IWG) regulations until 30 April 2022.

This winter there is an expectation that intensive winter grazing will be managed under Farm Environment Plans (FEP). There also is an expectation that intensive winter grazing practices will be monitored more closely by regional councils.

The new NOIC FEP has an intensive winter grazing (IWG) plan. It will be a requirement for NOIC farmers with winterfeed crops to fill out and actively use this plan. We are organising “drop-in days” where farmers can call in to the NOIC office for help with completing this plan, or for those who do it themselves, getting the plan checked off. The NOIC IWG plan template will be sent out via email along with information on the drop-in days. **We need all farmers with winter grazing to have an IWG Plan signed off by NOIC by June 1st.**

A consent for winter grazing will still be required if the area under winter feed is greater this year than the average area under winter feed between 1 July 2014 and 30 June 2019 or if no IWG has occurred at all during this timeframe.

Cap on Synthetic N use:

Application of synthetic nitrogen fertiliser is capped at 190kg N/ha/year from July 2021 for all pastoral land grazed by any stock type.

- 1) An absolute limit per Ha on pastoral land (i.e. grazed) that is not used to grow annual forage crops (i.e. pasture/grass)
- 2) An averaged limit across pastoral land on the farm

From July 2021 all **dairy** farmers will need to record tonnages of synthetic N fertiliser applied and the area it was applied to. You will then have to report to Otago Regional Council on the amount used from the year ending 30 June 2022.

Change of Land Use:

Please talk to NOIC or your environmental consultant if you have any plans to change the land use on your property as it may trigger the need for a resource consent. In particular, expanding irrigation on dairy platforms, extending dairy platforms (regardless of irrigation), extending dairy support areas, and changing forestry to pastoral land.