

Press Release

28 April 2009

Viaduct Capital Registers Amended Prospectus

Viaduct Capital Ltd registered an amended prospectus at the Companies Office on Friday 24 April following the withdrawal of the Crown Guarantee last week.

Viaduct Capital CEO, Nick Wevers said, "The withdrawal of the Crown Guarantee by Treasury last Monday was a surprise to us. However, we have a viable business model, a strong equity base and a team of skilled and talented people focused on running a profitable business."

"We believe the Crown Guarantee was only a temporary measure to support the finance industry through a difficult phase. The company is now pleased to reflect the cost of the Guarantee by offering investors what it considers to be more competitive interest rates."

The Company is offering the following range of interest rates and terms for minimum investments of \$5,000:

- Call rate 4.00% pa
- 3 Months 6.50% pa
- 6 Months 6.50% pa
- 9 Months 6.50% pa
- 12 Months 10.25% pa
- 18 Months 10.45% pa
- 2 Years 10.00% pa
- 3 – 5 Years 10.00% pa

"Market sentiment is changing. We see excellent business opportunities now current market conditions reflect the readjustment of asset values. Mr Wevers said.

"We believe a part of the reason Treasury withdrew the Guarantee was because it didn't like the idea of a small finance company becoming a large one using the Guarantee to do so. Furthermore, we think Treasury has misunderstood our business model."

Viaduct Capital is focused on lending secured over property and to businesses seeking to improve their cash flow. Property lending is in the form of either purchasing existing loans from other lenders at a discount, new loans over assets at

current market valuations or loans where the company can enjoy an enhanced security position.

Business lending will aim to help businesses manage their cash flows more effectively.

All lending undertaken by the company will require very good security and clearly defined repayment at the end of the loan term. The focus will be on interest paid monthly although in some circumstances loans with capitalising interest will be made.

ENDS

Contact: Nick Wevers 09 353 6788 or 021 438 660

ABOUT VIADUCT CAPITAL:

Viaduct Capital is an Auckland based finance company focused on providing loans over property and to businesses to help them manage their cash flows. Viaduct Capital will not make personal loans or lend money over lifestyle or consumer assets.

The Directors of Viaduct Capital are committed to the highest standards of corporate governance and will not undertake any related party lending.

While the guarantee has been removed for future deposits, Viaduct Capital's current deposits are guaranteed by the Crown. For a copy of the Company's Investment Statement please call 0800 749 190 or visit www.viaductcapital.co.nz