

Subject: Proposed Resolution and Settlement Terms

Dear John Andrews and Richard Homewood,

We are committed to working collaboratively with FNSF to reach a mutually acceptable resolution.

In order for us to accept a settlement, we propose the following:

- A significant financial payment to compensate for the potential loss of value to our property, as well as the distress caused.

Option A (Preferred) – with proposed changes as highlighted:

- A 2.0-metre-high bund, fully planted. The current depiction appears to show a vehicle comparable in size to a standard car; however, trucks are significantly larger.
- We request that the bund be extended in accordance with our highlighted changes.
- Given the harsh environmental conditions, we note that the trees will require a considerable amount of time to establish.

To support more rapid growth, we request that the water truck used for dust control also waters the trees twice weekly. This, in conjunction with irrigation, will help accelerate establishment.

- FNSF to work alongside us to obtain permission from the Mackenzie District Council to subdivide the land on the far side of the road, behind the proposed bund. This subdivision would be established as a separate title with independent services.
- Using the compensation funds, we intend to construct two one-bedroom cottages behind the planted bund area. We propose that these cottages be made available to FNSF as rental accommodation for a period of three years, at market rent payable to us.
- The use of these cottages would be subject to agreed criteria (for example, occupancy limits), to be discussed and confirmed as part of the arrangement.

We look forward to your response.

Ngā mihi / Kind regards,

