

05 March 2009

Dear Investor

PGG Wrightson Finance Half Year Report

As a bondholder of PGG Wrightson Finance Limited, I am pleased to provide a copy of our Report for the 6 month period ending 31 December 2008. Trading conditions were difficult for many financial institutions during the period, as evidenced by tight credit conditions in markets around the world. While not immune from this environment, we still grew our loan book to \$514 million. This increase helped lift net profit after tax during the period to \$4.6m or by an increase of \$2.1m compared to the same six month period in 2007. Overall, we are delighted with the positive result.

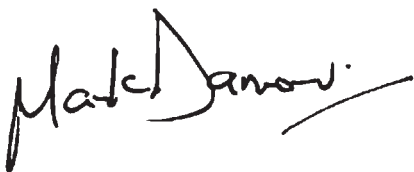
Of particular note was that net loan impairment losses remained low during the period and were below the corresponding period in 2007. This reflects our view of the resilience of our customers' businesses as well as the quality of the security held against our lending. While the slowing economy will no doubt create trading difficulties for some farmers, our provisions of \$1.4m or 0.3% of total loans at the half year is low by industry standards, although realistic given our conservative lending practices.

Pleasing for many sheep and beef farmers is that despite global headwinds, lamb and beef prices have increased in recent months assisted by a more favourable exchange rate. Rising revenues combined with lower interest costs are also expected to increase profitability for many of our lending customers.

I look forward to writing to you with our full year results later in the year.

Yours faithfully

PGG Wrightson Finance Limited

A handwritten signature in black ink that reads 'Mark Darrow' with a stylized flourish at the end.

Mark Darrow
Director, Financial Services