

25 March 2010

Dear Shareholder

DISTRIBUTION NOTICE

We are pleased to advise that the Pohutukawa Board has approved the following distributions for payment on 30 March 2010:

- | | |
|--------------------------------------------------------------------|-------------------------|
| • Express Logistics Capital Return | 1.7012 cents |
| • New Zealand Pharmaceuticals Dividend Fully Imputed at 33% | 5.3746 cents |
|
• TOTAL |
7.0758 cents |

The record date for this distribution is 26 March 2010.

Express Logistics Distribution

On 3 December 2009 we announced an initial distribution of the Express Logistics investment sale proceeds of 15.75 cents per Pohutukawa share (cps) distribution.

As part of the sale process, Express Logistics initiated a voluntary winding up and is now able to distribute additional funds to Pohutukawa by way of capital return. This distribution amount equates to 1.70 cps. This brings the total Pohutukawa distribution to date from the Express Logistics sale to 17.45 cps and slightly ahead of our forecast 17 cps return advised earlier.

Pohutukawa expects to receive a small final 'wash-up' distribution from Express Logistics at the time of final liquidation.

New Zealand Pharmaceuticals (NZP) Distribution

In the interests of shareholders NZP has authorized a fully imputed dividend, imputed at the full rate of 33 cents, up to the maximum amount available. Pohutukawa will loan \$2.848 million to NZP to enable them to pay this dividend now. This allows Pohutukawa shareholders where relevant to obtain any benefit from the imputation credits issued at 33 cents.

The net (cash) dividend payment to Pohutukawa shareholders is \$2.848 million, or 5.37 cps.

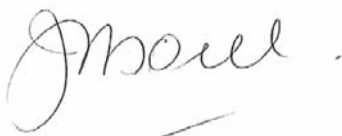
Total Pohutukawa distributions to date are now 67.3 cents per share.

Full details of the distribution will be provided in the distribution summary issued by the Registry at the time of the distribution payment on 30 March 2010.

We are aiming to have Pohutukawa's 2009 Annual Report to you by 20 April 2010.

Yours sincerely

POHUTUKAWA PRIVATE EQUITY LIMITED



JOHN MCDONALD
Chairman