

Uli Trute

From: Catherine Best on behalf of Registrar
Sent: Tuesday, 26 April 2011 3:47 p.m.
To: David Ainsworth; Hamish Forsyth; Anthony Stewart
Subject: FW: Cavalier purchase of WSI

From: Mike and Gaye Davis [<mailto:M.G.davis@farmside.co.nz>]
Sent: Saturday, 23 April 2011 9:44 p.m.
To: Registrar
Subject: Cavalier purchase of WSI

Dear Anthony Stewart

I am a sheep & beef farmer and have been farming for 21 years, 15 years suppling wool to wool services. I have never before made a submission, but as a farmer and a small shareholder of wool services I am outraged that you would even consider a take over offer from cavalier.

Wool services is only just getting itself into a position of reasonable profitability, after years of reinvestment in its scour business at the expense of dividends to its shareholders.

Cavaliers intention to close these scours and sell off the wool exporting business will just ruin a very well run New Zealand company.

I fail to see how cavalier will not have a monopoly in the scour industry in New Zealand. I submit to you that the cost to scour wool will go up if this take over is allowed to proceed.

What logic is there to say we farmers can get our wool scoured in China. We need business to stay in NZ.

Wool services is a vertically integrated successful company. I submit that those Hubbard shares should be offered back to Wool services shareholders for purchase to keep the company in farmers control.

Regards
Mike Davis
RD4
Eketahuna