



Northern
Territory
Government



prospectus

and application form



Fully guaranteed by the Northern Territory Government

For more information

free call 1800 111 441

www.territorybonds.nt.gov.au

Issue No. 87

Open from

1 September 2009 to 30 November 2009

Issue No. 88

Open from

1 January 2010 to 31 May 2010

Important information about you

TERRITORY BONDS

Territory Bonds are issued by the Northern Territory Treasury Corporation (NTTCorp) as part of the Northern Territory Government's annual borrowing program.

Territory Bonds are NTTCorp's retail fixed interest borrowing product, which is used to seek funds from the general public. These monies help fund the Northern Territory's infrastructure requirements, such as housing, transport, health and education services. Territory Bonds are specifically designed for investors seeking a safe and secure government guaranteed investment. Territory Bonds have been issued every year since 1979 and as at 30 June 2009 had over \$170 million outstanding.

YOUR INVESTMENT

Territory Bonds are a medium to long term investment with a defined term to maturity and a fixed interest rate that entitles the investor to regular interest payments.

NTTCorp issues Territory Bonds in the form of inscribed stock. This means that your name will be inscribed in NTTCorp's stock or securities register as the holder of specific Territory Bonds. All subsequent transactions relating to the Bonds, including any change of ownership will be recorded on the register.

GOVERNMENT GUARANTEED

Your investment in Territory Bonds is fully guaranteed by the Treasurer on behalf of the Northern Territory Government under section 20 of the *Northern Territory Treasury Corporation Act*.

The Treasurer's guarantee applies to both the payment of interest and the repayment of principal on maturity.

APPLICATIONS

Applications may be made in the names of:

- individuals either solely or jointly up to a maximum of four;
- companies or incorporated bodies;
- unincorporated associations or partnerships; and
- friendly societies, trade unions or any other association incorporated under the laws of any state, territory or the Commonwealth.

In the case of executors, administrators,

trustees and unincorporated superannuation funds, applications must be made in individual names without reference to the trusteeship. Only the registered holder of the Bonds is recognised as the legal owner.

The 'Terms and Conditions' section of this document provides further details on application requirements.

INVESTMENT TERMS

The minimum investment in Territory Bonds is \$1000. Applications above the minimum amount must be paid in multiples of \$100. Applications for \$100,000 or more will require NTTCorp's prior approval. NTTCorp reserves the right to reject or reduce any application.

The choice of investment terms offered by Territory Bonds ranges from one to seven years. You can also elect to receive your interest on a quarterly, half yearly or yearly basis.

PAYMENT OF INTEREST AND PRINCIPAL

Interest and principal will be credited directly to your bank, building society or credit union account held in Australia. Territory Bonds does not make any payments by cheque.

COMPETITIVE INTEREST RATES

NTTCorp continually monitors the interest rates offered on Territory Bonds, and varies them as necessary, to ensure that they remain competitive with market interest rates.

As interest rates may vary during the term of this issue, current interest rates on offer can be obtained by visiting our website at www.territorybonds.nt.gov.au or on free call 1800 111 441.

CONFIRMATION OF YOUR APPLICATION

Upon acceptance of your application, Link Market Services Limited (the Registry), will issue a Certificate of Inscription. The certificate is of no value for transfers and awards no title to the Bond. It is only issued as evidence of the inscription of the Bond.

The certificate will reflect the name(s) recorded in the register as the owner(s) of the Bond together with the amount invested, maturity date and interest rate applied to the Bond.

CHANGE OF DETAILS

Please advise the Registry of any change to personal details that may affect your investment in Territory Bonds. The Registry will amend its records once satisfactory evidence of the requested change is provided. For example, if your name changes by deed poll or marriage, then a certified copy of the deed poll or marriage certificate will be required.

The Registry should receive written advice of your change of address or account details for payments at least 14 days prior to the next payment date. This is essential for interest and principal to be paid into the correctly nominated account. Any mistake in information supplied to the Registry can generally be corrected by statutory declaration setting out the correction.

CONVERSION OFFER

A conversion offer may be extended to applicants before the Bond maturity date. The Registry will send a letter to applicants asking to reinvest or alternatively 'top up' (in multiples of \$100) the Bond amount. If this offer is accepted by the nominated date, then the amount to be paid to you will be converted to a new Bond for the maturity date and interest rate you selected from options available.

If you add to your original investment by accepting the conversion offer, interest for the 'top up' amount will commence when the original bond matures.

TRANSFERABILITY

You may transfer all or part of your Territory Bonds, at no charge, by completing a Transfer and Acceptance form. These forms are available from the Registry. Once ownership is transferred, a certificate will be sent to the new bondholder, if requested.

ACCESS TO BONDS BEFORE MATURITY

Territory Bonds are generally designed to be held until their maturity. NTTCorp acknowledges that circumstances can change and funds may need to be accessed prior to the maturity date. We will repurchase your Bonds at a price related to the prevailing market interest rates. No fee or commission is charged if the Bonds are repurchased.

Please note, if you sell your Bonds prior to maturity, a capital loss or capital

ur investment in Territory Bonds

gain may be incurred to your original investment due to changing interest rates.

Investors considering redeeming their Bonds prior to maturity should first obtain a quote from NTTCorp. Independent financial advice should also be made to determine any taxation implications.

TAX FILE NUMBER

Tax File Number (TFN) legislation authorises investment bodies, such as NTTCorp, to collect and record tax file numbers or exemption details against their investments in Territory Bonds. It is not compulsory for you to provide your TFN, however where no exemption is claimed, NTTCorp will be obliged to withhold tax, at the highest marginal tax rate plus the Medicare levy, from those interest payments for which a TFN or exemption has not been quoted.

For investments made in joint names, where there are more than two holders, TFN details of at least two holders are required. Details of holders with TFNs should be provided in preference to those who claim an exemption. In the case of two investors only, both holders must quote their TFNs.

Individuals claiming exemption from providing a TFN must state the name of the pension received. That is, Age Pension, Invalid Pension, Service Pension, Carer's Pension, etc.

For investments made in the name of a child under 16 years, the child's date of birth is required.

Organisations not required to lodge tax returns should state the reason for exemption. For example, a not for profit organisation or government body.

TFNs and claims for exemption need to be provided for each new investment, even if investors have already supplied this information on previous investments. The use and disclosure of TFN information is strictly regulated by tax laws and the *Privacy Act*.

For more information about the use of TFN and exemptions, please read the Australian Tax Office's (ATO) booklet 'Tax File Number and Australian Business Number – Information for

Savings Accounts and Investments'. To obtain a copy of the booklet, contact the ATO on 132 861 and quote publication number NAT 1628.

OVERSEAS INVESTORS

Interest payments to overseas investors may be subject to Non Resident Withholding Tax. In this case, NTTCorp will be obliged to withhold (and remit to the ATO) 10% of your interest payments. Payment of interest and repayment of principal at maturity to overseas holders can only be paid into an Australian bank account in Australian dollars. Payments will not be converted into foreign currencies.

PERSONAL INFORMATION AND PRIVACY

NTTCorp is committed to protecting your privacy and the confidentiality and security of personal information provided by you to us.

The information you provide NTTCorp will be used to:

- process your application form, including requested updates to records and personal information;
- contact you in the event of changes or cancellation to any Territory Bonds product or services;
- conduct analysis to identify the ongoing requirements of investors; and
- provide you access to, and information about, a range of current and future Territory Bonds products and events.

Information provided by you may be disclosed to our contractors and/or nominated mailing houses, printers and such other persons who have a contractual relationship with NTTCorp.

Applicants may indicate that no marketing information is to be received, simply by marking the appropriate box on the application form.

TO INVEST

Simply post your completed application form together with a personal or bank cheque made payable to the Northern Territory Treasury Corporation and crossed Not Negotiable to:

THE REGISTRAR

Link Market Services Limited
Locked Bag A14
SYDNEY SOUTH NSW 1235
No postage stamp required if posted in Australia.

Alternatively, you may lodge your application at any of the following offices of Link Market Services Limited:

VICTORIA

Level 1
333 Collins Street
MELBOURNE VIC 3000

QUEENSLAND

Level 12
300 Queen Street
BRISBANE QLD 4000

NEW SOUTH WALES

Level 12
680 George Street
Sydney NSW 2000

WESTERN AUSTRALIA

Ground Floor
178 St Georges Terrace
PERTH WA 6000

Should you need to enquire about this application or an existing investment in Territory Bonds, please telephone Link Market Services Limited on free call 1800 111 441.

IMPORTANT NOTICE

The Northern Territory Treasury Corporation is not subject to the *Corporations Act 2001* or regulated by the Australian Securities and Investments Commission (ASIC). As such, this prospectus has not been lodged with ASIC.

TERMS AND CONDITIONS

PERIOD OF ISSUE

Issue 87: 1 September 2009 to 30 November 2009

Issue 88: 1 January 2010 to 31 May 2010

TYPE OF SECURITY

Territory Bonds are issued as inscribed stock in accordance with the relevant sections of *Northern Territory Treasury Corporation Act* and Northern Territory Treasury Corporation Inscribed Stock Regulations.

GOVERNMENT GUARANTEE

Under section 20 of the *Northern Territory Treasury Corporation Act*, Territory Bonds are fully guaranteed by the Treasurer on behalf of the Northern Territory Government. The guarantee applies to both the payment of interest and repayment of principal on maturity.

SUBSCRIPTION TERMS

The minimum application amount is \$1000 and must be paid in Australian dollars. Applications above the minimum amount must be paid in multiples of \$100. Applications for \$100 000 or more require prior approval from NTTCorp.

Each subscription must be paid in full at the time the application is made. NTTCorp reserves the right to reject or reduce any application for the issue of Territory Bonds. Subscriptions rejected or applications reduced will be refunded with no interest accrued. If investors withdraw their application prior to the issue period closing, only the principal amount invested will be refunded and no interest will be paid.

LODGEMENT OF APPLICATIONS

Applications must be completed using the form attached and lodged with NTTCorp or at any Link Market Services Limited office listed in the prospectus. No responsibility will be accepted by NTTCorp or the Link Market Services Limited Registry for applications posted but not received.

Cheques are to be made payable to Northern Territory Treasury Corporation and crossed 'not negotiable'.

APPLICATION REQUIREMENTS

Individuals

Individual applicants must sign personally.

Applications in the name of two or more individuals must be signed personally by each person nominated on the application form.

Applications completed in the name of minors must be signed by either a parent or guardian, noting their name and relationship to the applicant. The applicant's date of birth is also required.

Companies, Incorporated Bodies, Friendly Societies and Trade Unions

Applications made in the name of a Company, Incorporated Body, Friendly Society or Trade Union must provide the following:

- a certified copy of the Certificate of Incorporation; and
- certified copies of the Articles of Association, Constitution, Charter or enabling Statute.

Applications must be signed by duly authorised officers and the common seal is to be affixed in accordance with the Articles of Association or Constitution, Charter or enabling Statute.

Unincorporated Associations or Partnerships

Applications lodged in the name of an unincorporated association must be signed by two or more persons who are able to provide written evidence of their authority to sign such documents on behalf of the association. A copy of the association's constitution, or rules of association, as well as details of the authorised officers must be lodged with the application.

Applications lodged in the name of a partnership or firm must be signed by all parties. A copy of the partnership agreement as well as details of the authorised signatories must be provided.

Executors, Administrators, Trustees and Unincorporated Super Funds

Applications will only be accepted if made in the individual names of the executors, administrators or trustees in their own right and not in their capacity as trustee.

NTTCorp will only recognise the registered holder of the Territory Bond as the legal and beneficial owner.

Attorneys

Where an application form is signed by an attorney, a certified copy of the original Power of Attorney must be lodged with the application form.

PAYMENT OF INTEREST AND REPAYMENT OF PRINCIPAL

Interest will accrue on the amount invested from the date on which Link Market Services Limited receives your application funds. The interest rate is fixed until maturity and is calculated on the basis of a 365-day year and paid in equal instalments in arrears.

The first interest payment for all new applications will be calculated in days from the date the application funds are received.

The principal amount invested in Territory Bonds will be repaid at maturity.

Issue 87

Investments made 1 September 2009 to 30 November 2009, with interest paid quarterly selected, will accrue a first interest payment to be paid to the original applicant(s) on 15 December 2009. Subsequent payments are in March, June, September, and December each year and paid to the nominated Bond holder.

Investments made 1 September 2009 to 30 November 2009, with interest paid half-yearly selected, will accrue interest to be paid to the original applicant(s) on 15 December 2009. Subsequent payments are in June and December each year and paid to the nominated Bond holder.

Investments made 1 September 2009 to 30 November 2009, with interest paid yearly selected, will accrue interest to be paid to the original applicant(s) on 15 December 2009. Subsequent payments are in December each year and paid to the nominated Bond holder.

Issue 88

Investments made 1 January 2010 to 31 May 2010, with interest paid quarterly selected, will accrue interest to be paid to the original applicant(s) on 15 June 2010. Subsequent payments are in September, December, March and June each year and paid to the nominated Bond holder.

Investments made 1 January 2010 to 31 May 2010, with interest paid half yearly selected, will accrue interest to be paid to the original applicant(s) on 15 June 2010. Subsequent payments are in December and June each year and paid to the nominated Bond holder.

Investments made 1 January 2010 to 31 May 2010, with interest paid yearly selected, will accrue interest to be paid to the original applicant(s) on 15 June 2010. Subsequent payments are in June each year and paid to the nominated Bond holder.

Method of Payment

Interest and principal payments will be directly credited to the nominated bank, building society or credit union account in Australia. Interest payments will be credited to the account on the payment date, except when this is a non-business day, in which case payments will be made on the next business day. No payment is made by cheque. Link Market Services Limited must be notified in writing at least 14 days prior to next payment date if any changes to payment instructions are required.

REGISTRY FACILITIES

The Inscribed Stock Registry will be administered by Link Market Services Limited at the Sydney office. Applications for transfer of Inscribed Stock and requests for markings may be made at any Link Market Services Limited office.

A statement will be issued once a year, to advise you how much interest has been paid for that financial year.

BOND CERTIFICATES

A Territory Bonds Certificate of Inscription will be forwarded to investors after the application has been accepted and payment received. The Certificate of Inscription is not a negotiable instrument.

SALE OF BONDS

NTTCorp will repurchase your Bonds at a price related to the current market interest rates. A quote may be requested prior to settlement.

BROKERAGE

A brokerage fee of 0.25% plus GST is paid by NTTCorp to members of the Australian Stock Exchange Ltd, or a licensed dealer in securities approved by the NTTCorp on applications that bear their stamp. No brokerage will be paid on subsequent rollovers or conversions.

TAXATION

The requirements of the *Australian Income Tax Assessment Act* or other applicable laws will be applied when interest payments and repayment of principal are made. Where applicable, the Registrar, on behalf of NTTCorp, will deduct or withhold any money required by applicable laws to be deducted or withheld from such payments. If this occurs, NTTCorp will not be obliged to make any additional payments to investors, or be otherwise required to compensate or indemnify investors in respect of such deduction or withholding.

Stockbroker/Licensed Securities Dealer's stamp



Date application received by NTTCorp or Link Market Services Limited

ISSUED BY NORTHERN TERRITORY TREASURY CORPORATION

ABN 95 073 863 098

APPLICATION FOR INSCRIBED STOCK

Before completing this application, please read these notes and the terms and conditions carefully

In accordance with the terms and conditions of the Prospectus I/we apply for Incribed Stock as shown hereunder, and I/we undertake to pay in full for the amount of Incribed Stock applied for, or any lesser amount that may be allotted to me/us in conformity with the terms of the said Prospectus.

To obtain the current interest rates and maturity dates on offer, contact Territory Bonds on free call 1800 111 441 or check the Territory Bonds website at www.territorybonds.nt.gov.au. Cheques must be made payable to Northern Territory Treasury Corporation and crossed 'not negotiable'.

Please tick appropriate boxes

Issue No. 87 Open from 1 September 2009 to 30 November 2009

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Are you an existing bond holder? Yes No If yes, please supply your Investor number:

| | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|
| | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|

Do you want to receive information about Territory Bonds in future? Yes No

APPLICANT(S) DETAILS *(Please use block letters)*

| TITLE | SURNAME | GIVEN NAME(S) | TAX FILE NO. OR EXEMPTION |
|---|-----------|--------------------------------------|---------------------------|
| | | | |
| | | | |
| | | | |
| | | | |
| OR COMPANY NAME | | ABN | |
| ADDRESS (full residential or Registered Office) | | DATE OF BIRTH (Child under 16 years) | |
| | | STATE | |
| POSTCODE | TELEPHONE | EMAIL | |
| POSTAL ADDRESS (to be completed if mail is not delivered to the residential address) | | | |
| | | | |

I/we authorise the application of the above TFN(s) to all the investments in the above name(s) and/or to specific investments listed below.

APPLICATION DETAILS

| APPLICATION AMOUNT | MATURITY DATE | INTEREST RATE (% pa) | INTEREST FREQUENCY (tick one) | | |
|--------------------|---------------|----------------------|-------------------------------|-------------|--------|
| | | | quarterly | half-yearly | yearly |
| A\$ | | | | | |
| A\$ | | | | | |
| A\$ | | | | | |

INTEREST AND PRINCIPAL PAYMENT INSTRUCTIONS

| | |
|-------------------------------|-----------------------------|
| NAME OF FINANCIAL INSTITUTION | BRANCH NAME |
| <input type="text"/> | <input type="text"/> |
| ACCOUNT NUMBER | BANK STATE BRANCH (BSB) NO. |
| <input type="text"/> | <input type="text"/> |
| ACCOUNT NAME | |
| <input type="text"/> | |

Registry use only

Series ID

Investor/Holder No.

Should this document be signed under Power of Attorney, the Grantee of such power declares that no notice of revocation thereof, by death or otherwise, has been received and that the power has been forwarded to the Registrar for noting, or will otherwise be forwarded for noting with this application.

SIGNATURE OF APPLICANT(S)

 DATE / / DATE / / DATE / / DATE / /

The common seal of the company was hereto affixed in accordance with its Articles of Association in the presence of:

 DATE / /

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