

22 May 2009

Market Information Services Section
New Zealand Exchange Limited
Wellington

NOTIFICATION OF ALLOTMENT OF SECURITIES

For the purposes of Listing Rule 7.12.1 of the NZSX Listing Rules, Xero Limited advises the following securities have been issued:

Class of securities issued	Ordinary Shares
ISIN	NZXROE0001S2
Number of securities issued	20,000,000 Ordinary Shares
Issue price	\$0.90 per Ordinary Share.
Payment in cash?	Yes
Any amount paid up (if not in full)	Fully paid
Percentage of total class issued	24.62%
Reasons for the issue	Issue of Ordinary Shares.
Specific authority for the issue	Resolution of shareholders dated 14 May 2009
Terms or details of the issue	Issue of Ordinary Shares
Total number of securities of the class in existence after the issue	81,238, 472 Ordinary Shares
Date of issue	21 May 2009



Linda Cox
Company Secretary