A SNAPSHOT OF THE NEW ZEALAND LEGAL PROFESSION — as at 1/4/2011 —

As regulator of the New Zealand legal profession, the New Zealand Law Society is responsible for issuing practising certificates. Some of the information which is obtained in this process is summarised to show key indicators on the makeup of New Zealand's legal services providers.

01

Who is currently holding practising certificates?

PRACTISING CERTIFICATES ON ISSUE - 1 APRIL 2011

| NZ LAW SOCIETY BRANCH | SOLICITORS | | BARRISTERS | | TOTAL | | PRINCIPALS | |
|-----------------------|------------|------|------------|-----|-------|------|------------|------|
| | P | ď | P | o™ | Q | ♂ | P | ♂ |
| AUCKLAND | 1853 | 2301 | 351 | 534 | 2204 | 2835 | 322 | 1156 |
| CANTERBURY-WESTLAND | 438 | 595 | 41 | 86 | 479 | 681 | 102 | 364 |
| GISBORNE | 20 | 35 | 1 | 1 | 21 | 36 | 7 | 24 |
| HAWKE'S BAY | 68 | 127 | 7 | 23 | 75 | 150 | 19 | 85 |
| MANAWATU | 53 | 81 | 4 | 9 | 57 | 90 | 14 | 58 |
| MARLBOROUGH | 16 | 28 | 1 | 7 | 17 | 35 | 9 | 21 |
| NELSON | 52 | 87 | 2 | 8 | 54 | 95 | 15 | 61 |
| OTAGO | 171 | 190 | 25 | 27 | 196 | 217 | 46 | 119 |
| SOUTHLAND | 64 | 76 | 1 | 0 | 65 | 76 | 18 | 51 |
| TARANAKI | 61 | 79 | 5 | 5 | 66 | 8 4 | 14 | 48 |
| WAIKATO BAY OF PLENTY | 361 | 485 | 77 | 95 | 438 | 580 | 95 | 304 |
| WELLINGTON | 1196 | 1183 | 81 | 166 | 1277 | 1349 | 125 | 428 |
| WHANGANUI | 20 | 42 | 2 | 2 | 22 | 44 | 6 | 33 |
| NEW ZEALAND TOTAL | 4373 | 5309 | 598 | 964 | 4971 | 6273 | 792 | 2752 |
| | | | | | | | | |
| OVERSEAS | 139 | 170 | 7 | 25 | 146 | 195 | 3 | 9 |
| | | | | | | | | |
| TOTAL | 4512 | 5479 | 605 | 989 | 5117 | 6468 | 795 | 2761 |

At the moment, of 11,585 practising certificate holders, 55.8% are male, 13.8% are barristers sole, 30.1% are principals (ie, have fulfilled the requirements to practise alone), and 20.5% are in-house counsel working in academic, corporate, government, community law centres, local government or professional/trade association enterprises.

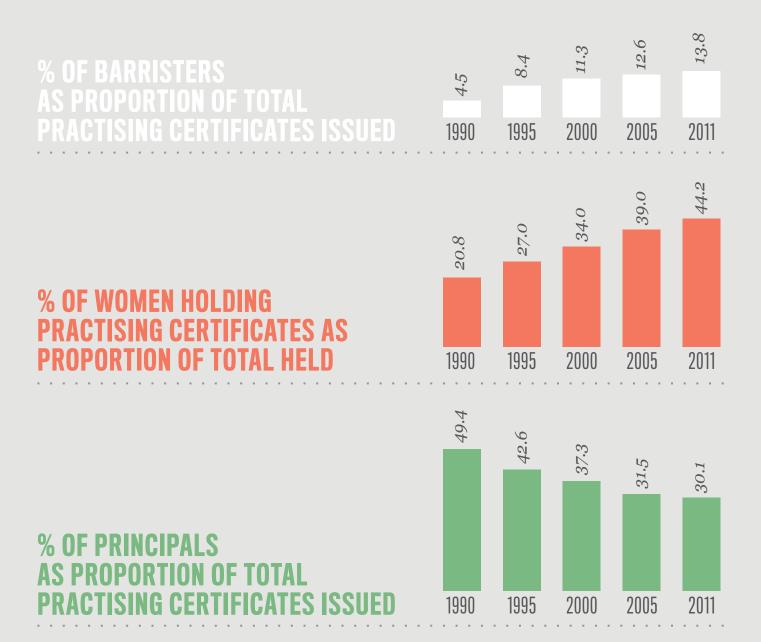
A SNAPSHOT OF THE NEW ZEALAND LEGAL PROFESSION

as at 1/4/2011

02

Major changes in the profession's composition.

At a high level, there have been three major changes in the demographic make-up of the New Zealand legal profession in the past two decades. These are the increasing number of women working as lawyers, the growth in barristers sole, and a fall in the proportion of lawyers who are principals. The trends since 1990 can be shown as follows:



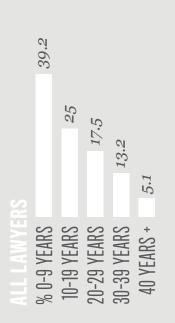
YEARS IN PRACTICE

The Law Society holds information on when each practitioner was first admitted. This shows that almost two-thirds of New Zealand's lawyers (64%) have been in practice for less than 20 years, but also illustrates the changing makeup of the profession. While 82% of women have been in practice for less than 20 years, only 50% of men have.



How many years have our lawyers been in practice?

YEARS SINCE ADMISSION







LAWYERS CURRENTLY PRACTISING BY ADMISSION YEAR

For example, 0.9% of lawyers currently practising who were admitted in 1970 - are women.



Admission.

The legal profession is energised by the continual admission of new lawyers. Two major trends are apparent over the past few decades: a decline in the proportion of new entrants each year to total lawyer numbers, and a dramatic increase in the proportion of women admitted as lawyers. More women than men have been admitted since 1993. Unfortunately information on new admissions since 2007 is no longer collated by the Law Society and is unavailable from other sources.

ADMISSIONS = 388

ENTRANTS/LAWYERS IN PRACTICE = 9.7%

WOMEN ADMITTED 102 = 26.3%

ADMISSIONS = 491

ENTRANTS/LAWYERS IN PRACTICE = 8.3% 1

WOMEN ADMITTED 225 = 45.8%

ADMISSIONS = 845

ENTRANTS/LAWYERS IN PRACTICE = 10.2%

WOMEN ADMITTED 485 = 57.4%

ADMISSIONS = 908

ENTRANTS/LAWYERS IN PRACTICE = 8.6% -

WOMEN ADMITTED 561 = 61.8%

ADMISSIONS = 404

ENTRANTS/LAWYERS IN PRACTICE = 8.1% •

WOMEN ADMITTED 170 = 42.1%

ADMISSIONS = 710

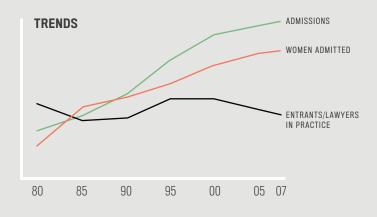
ENTRANTS/LAWYERS IN PRACTICE = 10.1% 1

WOMEN ADMITTED 361 = 50.8%

ADMISSIONS = 883

ENTRANTS/LAWYERS IN PRACTICE = 8.8% |

WOMEN ADMITTED 540 = 61.2%

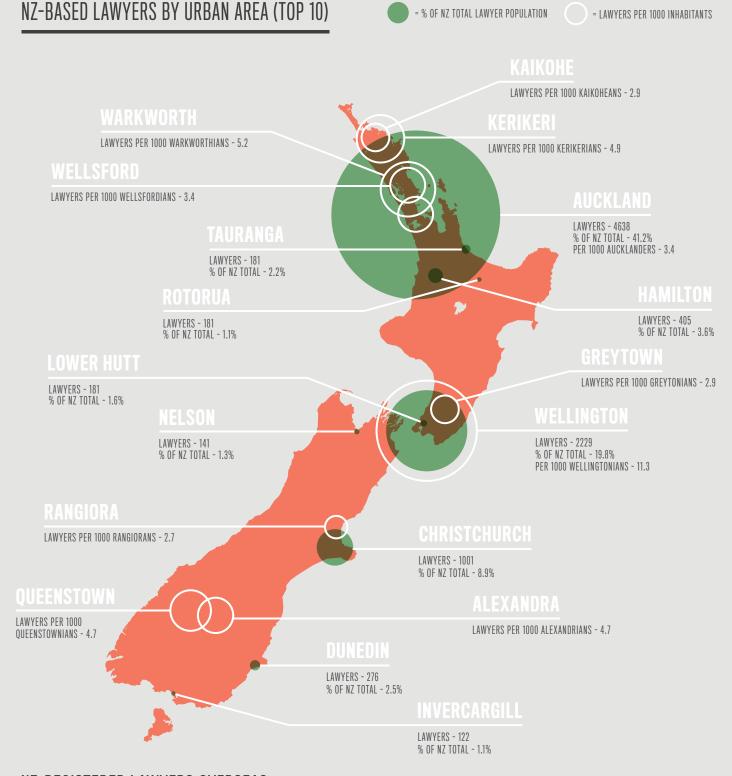


LONGEST TIME IN PRACTICE

Of those lawyers currently holding a practising certificate, one was admitted to the bar in 1946, and three were admitted in each of 1948 and 1949. All are men. The earliest date of admission for a woman still in practice is 1952. The names of the holders of the practising certificates are, of course, confidential. The longest time in practice in New Zealand may have been the 70 years from Laurie Schnauer (1908-2001), who was admitted in 1931 and spent his last day at work just three days before his death at the age of 93.



A total of 147 distinct residential locations around New Zealand have a legal practice. Generally the larger a population centre, the more lawyers, although Wellington City with its high number of in-house counsel working in government has the highest proportion of lawyers per head of population.



NZ-REGISTERED LAWYERS OVERSEAS

Since the Lawyers and Conveyancers Act 2006 came into effect, it has been possible for lawyers living overseas to hold a New Zealand practising certificate. There are 340 such lawyers, resident in 31 countries. Most popular is England (136 lawyers, or 40% of total), followed by Australia (56), Dubai (31), Hong Kong (18) and Singapore (15).



The Law Society collects information from practitioners on areas in which they practice. Lawyers are asked to estimate the proportion of their time spent in each of 23 areas of practice. As the resulting information is self-estimated, the following statistics are indicative only.

SPECIALIST AREA OF PRACTICE

Over 6,400 practitioners specified an area of practice where they spent over half their time. The areas of practice with the most lawyers specialising are as follows:

TOP 10 AREAS OF LAW BY LAWYERS SPENDING OVER HALF THEIR TIME IN PRACTICE

COMPANY/COMMERCIAL - 17.4% - TOTAL LAWYERS SPECIALISING PROPERTY - 16.1% CIVIL LITIGATION - 13.1%

FAMILY - 10.8% CRIMINAL - 9.4% EMPLOYMENT - 4.4%

RESOURCE MANAGEMENT - 4.0% TAX - 3.7% TRUSTS AND ESTATES - 3.6% ADMINISTRATIVE/PUBLIC - 3.0%

TOP 10 AREAS OF PRACTICE, ALL LAWYERS

COMPANY/COMMERCIAL - 4,551 - LAWYERS WHO SPENT SOME TIME PRACTISING PROPERTY - 3,882 CIVIL LITIGATION - 3,389 TRUSTS AND ESTATES -3,321 FAMILY - 2,785 EMPLOYMENT - 2,499

CRIMINAL - 1,966 ADMINISTRATIVE/PUBLIC - 1,556 RESOURCE MANAGEMENT - 1,381 INTELLECTUAL PROPERTY - 1,367

The area with the fewest specialists is Privacy Law, where just 1 practitioner spent over half their time practising. Other areas of practice with a relatively low number of specialists are arbitration (13), lending activities (24), ACC (27) and selling real estate (28).

The least-favoured area of practice overall was Privacy Law, with just 8 practitioners stating that they spent some time practising in the field. Other areas where relatively low numbers of practitioners spend some time are selling real estate (86), arbitration (142) and lending activities (166).

LAW PRACTICES

New Zealand is a land of small law firms. At 1 April 2011, 90.6% of our law firms had 1-3 partners, and roughly the same proportion had 5 or fewer fee earners. The figures show that 64.6% of lawyers work in a law firm – although in a relatively new development, 5.6% work in incorporated firms.

While a relatively high proportion of males work in law firms (69% of all men), women are more likely to work as in-house counsel. The figures show that 25% of women were working in corporate or governmental organisations, and made up 58% of all lawyers working in these.

New Zealand's lawyers are recorded as working in over 4,300 separate enterprises, giving an average of 2.6 lawyers per workplace. **There is an average of 4.0 lawyers per law firm.**



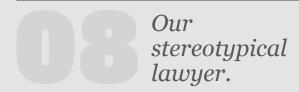
Lawyers and their place of work.

| ORGANISATION | Q | O [*] | TOTAL | % LAWYERS | ENTERPRISES | % ENTERPRISES |
|--|------|----------------|--------|-----------|-------------|---------------|
| ACADEMIC | 27 | 10 | 37 | 0.3 | 26 | 0.6 |
| BARRISTER PRACTICE | 569 | 896 | 1465 | 12.6 | 1407 | 32.0 |
| CORPORATE ENTITY | 522 | 383 | 905 | 7.8 | 497 | 11.3 |
| COMMUNITY LAW CENTRE | 70 | 19 | 89 | 0.8 | 26 | 0.6 |
| DEFUNCT ENTITY | 0 | 2 | 2 | 0.0 | 913* | |
| GOVERNMENT | 696 | 516 | 1212 | 10.5 | 252 | 5.7 |
| INCORPORATED BARRISTER PRACTICE | 16 | 20 | 36 | 0.3 | 26 | 0.6 |
| INCORPORATED LAW FIRM | 214 | 328 | 542 | 4.7 | 163** | 3.7 |
| INCORPORATED LAW FIRM - NO TRUST ACCOUNT | 41 | 59 | 100 | 0.9 | 54** | 1.2 |
| LAW FIRM | 2570 | 3739 | 6309 | 54.5 | 1381** | 31.4 |
| LAW FIRM - NO TRUST ACCOUNT | 220 | 317 | 537 | 4.6 | 358** | 8.1 |
| LOCAL GOVERNMENT | 42 | 24 | 66 | 0.6 | 25 | 0.6 |
| PROFESSIONAL/TRADE ASSOCIATION | 41 | 23 | 64 | 0.6 | 42 | 1.0 |
| QUEENS COUNSEL/SENIOR COUNSEL PRACTICE | 18 | 71 | 89 | 0.8 | 82 | 1.9 |
| UNKNOWN | 71 | 61 | 132 | 1.1 | 55 | 1.3 |
| | | | | | | |
| TOTAL | 5117 | 6468 | 11,585 | 100.0% | 4394 | 100.0% |

New Zealand Law Society statistics on law firm size have been kept since 1998, enabling the following comparison over the last decade:

NEW ZEALAND LAW FIRMS BY NUMBER OF PARTNERS OR DIRECTORS, 1 APRIL 2011

| PARTNERS | 2000 | 2005 | 2011 |
|----------|------|------|------|
| 1 | 926 | 1026 | 1306 |
| 2-5 | 415 | 440 | 489 |
| 6-10 | 59 | 60 | 60 |
| 11-15 | 7 | 8 | 7 |
| 16-20 | 3 | 5 | 5 |
| 21+ | 9 | 9 | 6 |
| | | | |
| TOTAL | 1419 | 1548 | 1883 |



...AND FROM ALL THAT, CAN WE COME UP WITH A STEREOTYPE?



Going by the numbers, the "typical" New Zealand lawyer is male, has been in practice for less than 9 years, lives in Auckland, is not a partner, is a solicitor in an unincorporated firm with 1-3 partners, and works in company/commercial and/or property law. If the number of women in the legal profession continues to grow at the same rate, our typical

lawyer will change gender in 2018. 🦫