



14 November 2018

## COMPANY ANNOUNCEMENT

### Scheme of Arrangement – Second indicative Scaleback and Custodian outcome –

Capilano Honey Limited (ASX:CZZ) (**Capilano**) confirms that the indicative scaleback and custodian outcome remains as announced on 6 November 2018. Specifically:

- **No Scaleback** – Shareholders who made a valid Election for the Scrip Consideration or elected to participate in the HoldCo Share Offer by the Election Time are **not** subject to scaleback.
- **Indicative method of holding HoldCo shares** – the number of shareholders who elected Scrip Consideration remains above 50, and on that basis, a Custodian will be appointed to hold those HoldCo Shares for the expected HoldCo Shareholders who are not Substantial Shareholders in accordance with the Shareholders' Deed.

Capilano notes that the Last Withdrawal Date has now passed. Capilano Shareholders who have missed this deadline can still call the Shareholder Information Line on 1300 795 998 to see whether a discretionary late withdrawal is possible.

The Capilano Directors continue to unanimously recommend that Capilano Shareholders approve the Scheme by voting in favour of the Scheme Resolution, in the absence of a Superior Proposal, and subject to the Independent Expert continuing to conclude that the Scheme is fair and reasonable, and in the best interests of, the Capilano Shareholders.

Shareholders are reminded that the Scheme Meeting will be held at 11.00am (Brisbane time) on Thursday, 15 November 2018 at the Spring Lake Hotel & Function Centre, 1 Springfield Lakes Boulevard, Springfield Lakes, Queensland.

For further information, please contact Capilano Shareholder Information Line on 1300 795 998 (within Australia) or +61 1300 795 998 (outside Australia).

#### For more information contact:

##### Capilano Representative

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