

19 May 2016

Client Market Services
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Level 1, NZX Centre
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WELLINGTON

SKYCITY Entertainment Group Limited

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ASX Market Announcements
Australian Stock Exchange
Exchange Centre
Level 6
20 Bridge Street
Sydney NSW 2000
AUSTRALIA

**RE: SKYCITY ENTERTAINMENT GROUP LIMITED (SKC)
ISSUE OF SHARES IN RELATION TO CAPITAL RAISING**

SKYCITY Entertainment Group Limited ("**SKYCITY**") hereby notifies that it will today issue 40,430,101 new ordinary shares in the company ("**New Shares**") to certain of its institutional shareholders and other institutional investors following the close of the institutional entitlement offer and institutional bookbuild components of its fully underwritten 1 for 10 pro-rata accelerated entitlement offer of New Shares announced on 11 May 2016 ("**Offer**").

The following information is supplied pursuant to Listing Rule 7.12.1:

- | | |
|---|--|
| • Class | Ordinary shares |
| • ISIN | NZSKCE0001S2 |
| • Number issued and issue price | 40,430,101 New Shares issued at NZ\$4.40 per New Share |
| • Payment | Cash |
| • Amount paid up | Fully paid up |
| • Percentage of the total class of securities issued | 6.77% of the total ordinary shares on issue prior to the issue of the New Shares |
| • Reason for issue | Issued in connection with the close of the institutional entitlement offer and institutional bookbuild components of the Offer |
| • Specific authority for issue | Board resolutions dated 10 May 2016 |
| • Terms of issue | As described in the Offer Document dated 11 May 2016. The New Shares are of the same class as, and rank equally with, SKYCITY's existing fully paid ordinary shares which are quoted on the NZX Main Board and ASX |
| • Total number of securities of the class in existence after issue | 637,696,591 ordinary shares |

- **Date of issue**

19 May 2016

Yours faithfully

A handwritten signature in black ink, appearing to be 'P. Treacy', written in a cursive style.

Peter Treacy
Company Secretary