

MERCANTILE NZ LIMITED

26 August 2016

Wellington Merchants Limited
Kensington Swan Lawyers
89 The Terrace
Wellington Central
Wellington, 6011

By email: gerald.fitzgerald@kensingtonswan.com

The Takeovers Panel
Level 3, Solnet House
70 The Terrace
WELLINGTON 6011

By courier and by email: takeovers.panel@takeovers.govt.nz

Despatch notice under rule 45 of the Takeovers Code

We refer to the takeover notice given by Mercantile NZ Limited (**Mercantile**) to Wellington Merchants Limited (**WML**) on 11 August 2016 in relation to Mercantile's takeover offer for all of the fully paid ordinary shares in WML (**Offer**).

Mercantile gives notice pursuant to rule 45 of the Takeovers Code that the Offer document has been sent to the offerees and a copy of the Offer document is **attached** for your records.

Yours faithfully
Mercantile NZ Limited



Gabriel Radzyninski
Director

cc: NZX Limited
Level 2, NZX Centre
11 Cable Street
PO Box 2959
WELLINGTON
By email

cc: Registrar of Companies
Northern Business Centre
Private Bag 92061
Victoria Street West
AUCKLAND 1142
By email

**CASH OFFER BY MERCANTILE NZ LIMITED
TO ACQUIRE ALL OF THE ORDINARY SHARES IN
WELLINGTON MERCHANTS LIMITED
(previously named Kirkcaldie & Stains Limited)
FOR \$3.45 PER SHARE**

THIS IS AN IMPORTANT DOCUMENT

If you are unsure what action to take, you should consult your sharebroker, accountant, lawyer or other advisor.

Mercantile NZ Limited's offer closes at the end of 6 October 2016 (unless extended in accordance with the Takeovers Code).

FULL TAKEOVER OFFER

By Mercantile NZ Limited to acquire all of the ordinary shares in Wellington Merchants Limited for \$3.45 per share pursuant to the Takeovers Code.

**OFFER OPENS: 23 August 2016
OFFER CLOSES: 6 October 2016**

IMPORTANT

If you are in doubt as to any aspect of this offer, you should consult your financial or legal adviser.

If you have sold all your shares in Wellington Merchants Limited to which this offer applies, you should immediately hand this offer document and the accompanying acceptance form to the purchaser or the agent (eg the broker) through whom the sale was made, to be passed to the purchaser.

Wellington Merchants Limited's target company statement, together with an independent adviser's report on the merits of this offer either accompanies this offer or will be sent to you within 14 days and should be read in conjunction with this offer.

TERMS AND CONDITIONS OF THE OFFER

Mercantile NZ Limited (**Mercantile**) offers to purchase all of the ordinary shares in Wellington Merchants Limited (**WML**) not already held by Mercantile (**WML Shares**) for \$3.45 in cash per WML Share on the terms and conditions contained in this offer document (**Offer**).

1. THIS OFFER

- 1.1 Mercantile offers to acquire the WML Shares, including all rights, benefits and entitlements attached thereto on, after, or by reference to, the date on which Mercantile gave WML notice of its intention to make this Offer (**Notice Date**).
- 1.2 This Offer will remain open for acceptance until the end of 6 October 2016 or such later date (if any) as Mercantile may determine to extend it in accordance with the Takeovers Code (**Closing Date**).
- 1.3 This Offer is dated 23 August 2016 (**Offer Date**).

2. CONSIDERATION

- 2.1 The consideration offered by Mercantile for each WML Share is \$3.45 in cash (subject to any further adjustment in accordance with paragraph 5).
- 2.2 The amount of consideration payable to each holder of WML Shares who accepts this Offer (each an **Acceptor**) will be paid by cheque sent by ordinary mail or paid in cleared funds by electronic transfer (at the election of the Acceptor) no later than seven days after the later of:
 - (a) the date on which that Acceptor's acceptance is received by Mercantile; or
 - (b) the date on which this Offer becomes unconditional.
- 2.3 If the consideration payable to an Acceptor is not sent to that Acceptor within the period specified in paragraph 2.2, that Acceptor may withdraw their acceptance of this Offer by notice in writing to Mercantile, but only:
 - (a) after the expiration of seven days' written notice to Mercantile of that Acceptor's intention to do so; and
 - (b) if that Acceptor does not receive the consideration to which they are entitled during the seven day period referred to in paragraph 2.3(a).

3. TERMS OF THIS OFFER

- 3.1 Unless this Offer is withdrawn in its entirety with the consent of the Takeovers Panel in accordance with the Takeovers Code or unless this Offer lapses in accordance with its terms, this Offer will remain open for acceptance until and including the Closing Date.
- 3.2 The latest date on which Mercantile can declare this Offer unconditional (**Condition Date**) is 14 days after the Closing Date excluding, for the purposes of this paragraph 3.2, any extension of the Closing Date beyond 20 November 2016. If this Offer is not extended and the Offer period ends on 6 October 2016, then as at the date of this Offer, the latest date under the Takeovers Code by which Mercantile can declare this Offer unconditional is 20 October 2016, on the basis that the condition in paragraph 4.1 has been satisfied.

- 3.3** If this Offer is not declared unconditional by the Condition Date, then this Offer will lapse and Mercantile and every Acceptor will be released from their obligations under this Offer (and any contract arising from their acceptance of it).
- 3.4** This Offer is open for acceptance by any person who holds WML Shares, whether acquired before, on or after the date of this Offer, upon production of satisfactory evidence of such person's entitlement to those WML Shares. A holder of WML Shares may accept this Offer in respect of all or any of their WML Shares. Each acceptance must be free of all conditions of acceptance of any nature whatsoever.
- 3.5** Each Acceptor represents and warrants that:
- (a)** it is the sole legal and beneficial owner of the WML Shares in respect of which it accepts this Offer, or it is the legal owner and has the necessary power, capacity and authority to accept this Offer in respect of those WML Shares, and to sell and transfer all WML Shares in respect of which it accepts this Offer; and
 - (b)** legal and beneficial title to all those WML Shares in respect of which it accepts this Offer will pass to Mercantile free of all liens, charges, mortgages, encumbrances and other adverse interests or claims of any nature whatsoever, but together with all rights, benefits and entitlements attaching to them, including the right to all dividends, bonuses and other payments and distributions of any nature attaching to such WML Shares arising on, after, or by reference to, the Notice Date, on payment of the purchase price pursuant to paragraph 2.
- 3.6** Mercantile may choose to engage the services of one or more Primary Market Participants (in terms of the NZX Participant Rules) or other financial advisory firms (**Brokers**) to contact holders of WML Shares and receive acceptance forms for WML Shares. If Mercantile chooses to do this, the key terms of engagement will be as follows:
- (a)** for each completed and valid Acceptance Form procured by a Broker, Mercantile may pay to that Broker a handling or procurement fee in respect of the WML Shares the subject of the Acceptance Form (**Procurement Fee**). The amount of the Procurement Fee will be 0.75% of the consideration payable by Mercantile under this Offer to the relevant Acceptor in respect of the Acceptance Form received. The Procurement Fee will be subject to a minimum amount of \$50 and a maximum amount of \$750 for a single Acceptance Form inclusive of GST, if any;
 - (b)** the Broker will be paid, and receive, the Procurement Fee solely in connection with its services to Mercantile and must not, directly or indirectly, pass any or all of the Procurement Fee on to any Acceptor, or share the Procurement Fee with any Acceptor;
 - (c)** the payment of a Procurement Fee to a Broker in respect of an Acceptance Form procured by that Broker is in all respects conditional on the WML Shares, which are the subject of that Acceptance Form, being validly transferred to Mercantile. No Procurement Fees will be payable if this Offer is not declared unconditional by Mercantile. In addition, the Acceptance Form must be delivered to Mercantile in accordance with paragraph 6 and, unless Mercantile in its sole discretion determines otherwise, must be stamped by the Broker (and only that Broker). A Procurement Fee will not be paid in respect of WML Shares acquired by Mercantile through the compulsory acquisition provisions set out in Part 7 of the Takeovers Code;
 - (d)** Brokers are precluded from receipt of any Procurement Fee in respect of WML Shares in which they or their associates have relevant interests (as defined in Part 5 of the Financial Markets Conduct Act 2013);

- (e) Mercantile may, in determining the Procurement Fee payable to a Broker, aggregate and/or disregard any acceptance of this Offer procured by that Broker if Mercantile believes that a party has structured holdings of WML Shares for the purpose or with the effect of enabling parties to take advantage of the arrangements summarised in this paragraph 3.6; and
- (f) Mercantile will determine, in its sole discretion, any disputes relating to the payment of a Procurement Fee. The determination of Mercantile will be final and binding on all parties.

4. MINIMUM ACCEPTANCE CONDITION

- 4.1 This Offer, and any contract arising from acceptance of it, is conditional on Mercantile receiving acceptances by no later than the Closing Date in respect of such number of WML Shares that would, upon this Offer being declared unconditional and the relevant WML Shares being transferred to Mercantile, result in Mercantile holding or controlling more than 50% of the voting rights in WML.
- 4.2 This Offer will only proceed if the condition in paragraph 4.1 is satisfied.
- 4.3 Notwithstanding any other term of the Offer, Mercantile may not allow the Offer to lapse:
 - (a) in unreasonable reliance on a condition of the Offer; or
 - (b) in reliance on a condition of the Offer that restricts WML's activities in the ordinary course of WML's business during the period commencing on the Notice Date and ending on the Condition Date.

5. CHANGE IN CIRCUMSTANCES

- 5.1 If, on or after the Notice Date, WML authorises, declares, makes, or pays any dividend or any distribution (within the meaning of the Companies Act 1993) of any nature whatsoever (including, for the avoidance of doubt, by way of share buyback, redemption or cancellation or any other form of capital reduction) and:

- (a) this Offer is unconditional; or
- (b) this Offer becomes unconditional,

then, at the election of Mercantile, each Acceptor will be bound to pay to Mercantile on demand the Distribution Amount, or the consideration which would otherwise have been paid to each Acceptor for their WML Shares shall be reduced by the Distribution Amount. For the purposes of this paragraph 5.1, **Distribution Amount** means the amount of any dividend or the value of any other distribution on shares transferred to Mercantile pursuant to this Offer (for the avoidance of doubt grossed up to include the amount of any withholding taxes deducted, if applicable) that is received by, or properly payable to, the Acceptor.

- 5.2 If, on or after the Notice Date, WML authorises, declares, or makes any issue of shares, convertible securities or other securities of any nature (including options, rights or interests in its ordinary shares), by way of bonus issue and:

- (a) this Offer is unconditional; or
- (b) this Offer becomes unconditional,

then each Acceptor will be bound to transfer any such shares, convertible securities, other securities or options, rights and interests issued in respect of those WML Shares

for which they have accepted this Offer to Mercantile, without any additional consideration.

5.3 If, on or after the Notice Date, WML makes any issue of ordinary shares to any person other than by way of bonus issue and:

- (a) this Offer is unconditional; or
- (b) this Offer becomes unconditional,

then this Offer will be deemed to be extended to and include such ordinary shares and the consideration payable for them will be as provided in paragraph 2.1.

5.4 If, on or after the Notice Date, all or any of the WML Shares are subdivided or consolidated by WML, or the number of WML Shares is otherwise reduced, then:

- (a) this Offer will be interpreted to take into account that subdivision, consolidation or reduction and will be deemed to be for the WML Shares resulting from that subdivision, consolidation or reduction;
- (b) to the extent it has not already been adjusted under paragraph 5.1, the consideration per WML Share offered under this Offer will be increased or reduced, as the case may require, in proportion to that subdivision, consolidation or reduction; and
- (c) each Acceptor will be bound to transfer those WML Shares, as subdivided, consolidated or reduced, to Mercantile on the basis of the consideration so increased or reduced.

6. HOW TO ACCEPT THIS OFFER

6.1 To accept this Offer, you need only:

- (a) complete the relevant Acceptance Form in respect of WML Shares enclosed with this Offer in accordance with the instructions on the Acceptance Form; and
- (b) return the completed Acceptance Form by email, fax, post (in the reply-paid envelope which is enclosed with this Offer) or hand delivery **AS SOON AS POSSIBLE** after receipt of this Offer, but in any event so that it is received by Mercantile no later than the Closing Date. Completed Acceptance Forms should be sent or delivered to the appointed share registrar's address or email as set out on the Acceptance Form.

No acknowledgement of receipt of acceptances of this Offer will be issued. Any acceptance received by New Zealand Post, correctly stamped and addressed shall be deemed to be received by Mercantile.

6.2 Mercantile may, in its discretion, treat any Acceptance Form as valid notwithstanding that it does not otherwise comply with paragraph 6.1, or any instructions on the Acceptance Form, and may, in its discretion, rectify any errors in, or omissions from, any Acceptance Form to enable that form to constitute a valid acceptance of the Offer and to facilitate registration of the transfer of the relevant WML Shares. Mercantile may, in its discretion, allow for acceptance in any other manner it wishes.

6.3 Acceptance of this Offer by each Acceptor constitutes a contract between that Acceptor and Mercantile on the terms and subject to the conditions of this Offer and the Takeovers Code. Other than in the circumstances set out in paragraph 2.3, an Acceptor may not withdraw their acceptance, whether or not there has been any variation of this Offer. Mercantile and every Acceptor shall be released from their obligations under this Offer, and arising from acceptance of this Offer, if this Offer:

- (a) is withdrawn with the consent of the Takeovers Panel; or
- (b) lapses as a result of the condition in paragraph 4.1 not being satisfied by the Condition Date.

7. METHOD OF SETTLEMENT

If:

- (a) this Offer is declared unconditional; and
- (b) an Acceptor's Acceptance Form is in order (or any error or omission from the Acceptance Form is rectified by Mercantile or the Offer is otherwise accepted by Mercantile under paragraph 6.2),

then either a cheque will be sent (by ordinary mail) or an electronic transfer of cleared funds will be made (at the election of the Acceptor) by Mercantile for the aggregate amount payable (calculated based on the consideration offered per WML Share as set out in paragraph 2.1) to the Acceptor, by the date specified in paragraph 2.2. If an Acceptor does not select a method of payment, or the details that it provides are not sufficient to effect an electronic transfer, then that Acceptor will be paid by cheque or by direct credit to the Acceptor's existing New Zealand dollar denominated account already held with the appointed share registrar (if any).

8. NOTICES

8.1 Notices given to WML, the Takeovers Panel and NZX:

- (a) declaring this Offer unconditional;
- (b) advising that this Offer is withdrawn in accordance with the Takeovers Code;
- (c) advising that a term or condition of this Offer has been waived; or
- (d) advising that this Offer has lapsed in accordance with its terms or the Takeovers Code,

will, in each case, be deemed to be notice to all WML's shareholders when so given.

8.2 Notice of any variation of this Offer will be sent to WML, the Takeovers Panel, NZX and, except where not required in accordance with the Takeovers Code, to each offeree under this Offer.

9. FURTHER INFORMATION AND MISCELLANEOUS

9.1 Further information relating to this Offer, as required by Schedule 1 to the Takeovers Code, is set out in the Schedule and forms part of this document.

9.2 In this Offer document:

- (a) any reference to the Takeovers Code means the New Zealand Takeovers Code in force at the relevant time;
- (b) except if expressly defined in this Offer document, or where the context requires otherwise, terms defined in the Takeovers Code have the same meaning in this Offer document;
- (c) references to dollars and \$ are references to New Zealand dollars and all amounts payable under this Offer are payable in New Zealand dollars;

- (d) headings are for ease of reference only and will not affect the interpretation of this Offer document or any Acceptance Form;
 - (e) references to any statutory provision are to statutory provisions in force in New Zealand and include any statutory provision which amends or replaces it, and any by-law, regulation, order, statutory instrument, determination or subordinate legislation made under it;
 - (f) the singular includes the plural and vice versa; and
 - (g) unless otherwise specified, material and materiality will have their respective ordinary and customary meanings.
- 9.3** This Offer may be varied by Mercantile in accordance with Rule 27 of the Takeovers Code or any exemption from Rule 27 granted under the Takeovers Act 1993.
- 9.4** This Offer and any contract arising from it shall be governed by and construed in accordance with the laws of New Zealand, and the parties to any such contract submit to the non-exclusive jurisdiction of the Courts of New Zealand.
- 9.5** Any reference to an Acceptance Form in this Offer document is a reference to an acceptance form attached to or accompanying this Offer document and the provisions set out in the Acceptance Form are part of the terms of this Offer.
- 9.6** If there is an inconsistency between the terms and conditions of this Offer and the provisions of the Takeovers Act 1993 or the Takeovers Code, the provisions of the Takeovers Act 1993 or the Takeovers Code (as the case may be) will prevail.

SCHEDULE A: TAKEOVERS CODE INFORMATION

The information required by Schedule 1 to the Takeovers Code, and not stated elsewhere in this Offer document, is set out below. Where any information required by Schedule 1 is not applicable, no statement is made regarding that information. All of the following matters are stated as at the Offer Date.

1. DATE

This Offer is dated 23 August 2016.

2. MERCANTILE AND ITS DIRECTORS

2.1 The name and address of Mercantile are:

Mercantile NZ Limited
Level 24
195 Lambton Quay
Wellington 6011

2.2 The directors of Mercantile are:

Sir Ronald Alfred Brierley
Gabriel Francois Radzynski

3. TARGET COMPANY

The target company is Wellington Merchants Limited.

4. OWNERSHIP OF EQUITY SECURITIES OF WML

4.1 The table below sets out the number, designation, and percentage of equity securities of any class of WML held or controlled by –

- (a) Mercantile; and
- (b) any related company of Mercantile; and
- (c) any person acting jointly or in concert with Mercantile; and
- (d) any director of any of the persons described in paragraphs (a) to (c); and
- (e) any other person holding or controlling more than 5% of the class, if within the knowledge of Mercantile.

Holder	Description	Number of WML Shares	Type of Equity Security	Percentage of Class
H&G Limited	Person holding or controlling more than 5%	400,673	Ordinary Shares	19.61%
LQ Investments Limited	Person holding or controlling more than 5%	398,000	Ordinary Shares	19.48%
Mercantile Investment Company Limited ¹	Related company of Mercantile holding or controlling more than 5%	203,138	Ordinary Shares	9.94%

Notes:

- (1) Mercantile Investment Company Limited is the holding company, and thus a related company, of Mercantile. Mercantile Investment Company Limited holds 122,717 shares in its own name and 80,421 shares through McNeil Nominees Pty Ltd as custodian.
- (2) All information in the above table (with the exception of information on Mercantile Investment Company Limited's holding) has been derived from substantial security holder and substantial product holder filings with NZX and company information held in respect of WML on the New Zealand Register of Companies, accessible at www.business.govt.nz/companies.
- (3) The information in the table above is based on information known at the Offer Date.

4.2 Except as set out in the table above, no person described in paragraphs 4.1(a) to 4.1(d) of this Schedule holds or controls equity securities of WML.

5. TRADING IN WML'S EQUITY SECURITIES

None of the persons referred to in paragraphs 4.1(a) to 4.1(d) have acquired or disposed of any equity securities in WML during the six month period before the Offer Date.

6. AGREEMENTS TO ACCEPT OFFER

There are no persons who have agreed conditionally or unconditionally to accept the Offer.

7. ARRANGEMENTS TO PAY CONSIDERATION

7.1 Mercantile confirms that resources will be available to it sufficient to meet the consideration to be provided on full acceptance of this Offer and to pay any debts incurred in connection with this Offer (including the debts arising under Rule 49 of the Takeovers Code).

7.2 A statement setting out the rights of each offeree under Rule 34 of the Takeovers Code, to withdraw acceptance for non-payment by Mercantile of the consideration, is set out in paragraph 2.3 of the terms and conditions of this Offer.

8. ARRANGEMENTS BETWEEN MERCANTILE AND WML

No agreement or arrangement (whether legally enforceable or not) has been made, or is proposed to be made, between Mercantile or any associates of Mercantile, and WML or any related company of WML, in connection with, in anticipation of, or in response to, this Offer.

9. ARRANGEMENTS BETWEEN MERCANTILE AND DIRECTORS AND OFFICERS OF WML

No agreement or arrangement (whether legally enforceable or not) has been made, or is proposed to be made, between Mercantile or any associates of Mercantile, and any of the directors or senior officers of WML or of any related company of WML (including any payment or other benefit proposed to be made or given by way of compensation for loss of office, or as to their remaining in or retiring from office) in connection with, in anticipation of, or in response to, this Offer.

10. FINANCIAL ASSISTANCE

No agreement or arrangement has been made, or is proposed to be made, under which WML or any related company of WML will give (directly or indirectly) financial assistance for the purpose of, or in connection with, this Offer.

11. INTENTIONS ABOUT MATERIAL CHANGES TO WML

- 11.1** If Mercantile becomes entitled to invoke the compulsory acquisition provisions of the Takeovers Code, it intends to compulsorily acquire any outstanding WML Shares and apply for the de-listing of WML from NZX.
- 11.2** If Mercantile does not receive sufficient acceptances under this Offer to enable it to invoke the compulsory acquisition provisions of the Takeovers Code, Mercantile will in due course seek appropriate board representation on the WML board and will participate in decisions relating to WML.
- 11.3** WML has sold its retail business, which was its main operational business undertaking. As a result of this transaction, WML has few assets apart from cash, and is currently winding up its affairs. Mercantile intends to support continuation of the winding up process, alongside the efficient investment and utilisation of WML's cash assets. Ultimately, Mercantile intends to seek the liquidation of WML and return of WML's surplus assets to shareholders.
- 11.4** Other than as set out in paragraphs 11.1 to 11.3 above, Mercantile does not currently intend to make any material changes in the business activities, material assets or capital structure (including dividend policy, raising capital or taking on debt) of WML or its subsidiaries, or any other changes to WML or its subsidiaries that could reasonably be expected to be material to the making of a decision by an offeree to accept or reject the Offer, although Mercantile reserves the right to make changes to this intention.
- 11.5** Mercantile has not given any information to any regulatory body (in New Zealand or in an overseas jurisdiction) in relation to this Offer.

12. PRE-EMPTION CLAUSES IN WML'S CONSTITUTION

As at the Offer Date, there are no restrictions on the right to transfer equity securities to which this Offer relates that:

- (a) are contained in the constitution of WML; and
- (b) have the effect of requiring the holders of the securities to offer the securities for purchase to members of WML or to any other person before transferring the securities.

13. ESCALATION CLAUSES

As at the Offer Date, there are no agreements or arrangements (whether legally enforceable or not) under which:

- (a) any existing holder of equity securities in WML will or may receive in relation to, or as a consequence of, this Offer any additional consideration or other benefit over and above the consideration set out in this Offer; or
- (b) any prior holder of equity securities in WML will or may receive any consideration or other benefit as a consequence of this Offer.

14. CLASSES OF SECURITIES

No report is required under Rule 22 of the Takeovers Code (which, if the offer is for more than one class of financial products, requires a report by an independent adviser on the fairness and reasonableness of the consideration and terms of the offer as between different classes of financial products).

15. CERTIFICATE

To the best of our knowledge and belief, after making proper enquiry, the information contained in or accompanying the takeover notice is, in all material respects, true and correct and not misleading, whether by omission of any information or otherwise, and includes all the information required to be disclosed by Mercantile under the Takeovers Code.



Sir Ronald Alfred Brierley
Fulfilling the role of Chief Executive
Officer
Mercantile NZ Limited



Gabriel Francois Radzynski
Fulfilling the role of Chief Financial
Officer
Mercantile NZ Limited



Sir Ronald Alfred Brierley
Director
Mercantile NZ Limited



Gabriel Francois Radzynski
Director
Mercantile NZ Limited

FULL CASH TAKEOVER OFFER FOR ALL ORDINARY SHARES IN WELLINGTON MERCHANTS LIMITED

NOTES AND INSTRUCTIONS FOR COMPLETION

1. TO ACCEPT THE OFFER: Complete and sign this form where marked "Signed by the Transferor(s)". Companies must sign in accordance with the Companies Act 1993.

2. METHOD OF PAYMENT: You should select a Method of Payment. If you do not, or if you do not provide sufficient details to enable an electronic transfer to you, you will be paid by cheque or by direct credit to your existing nominated account already held with Link Market Services (if any). You should take particular care to provide all information that is required to make an electronic transfer to you. If you do not, payment will be made by cheque to you, and neither the Transferee nor Link Market Services has any responsibility to verify any such details. If you have not provided a New Zealand bank account number and you elect to be paid by electronic transfer you will need to make your own arrangements with your bank to ensure that your designated account is capable of receiving a funds transfer in New Zealand dollars.

3. JOINT HOLDERS: If the WML Shares are registered in the names of joint holders, all must sign the form.

4. SHARES HELD BY NOMINEES: If your WML Shares are held through a nominee, advise your nominee that you wish to sell all or a part of your WML Shares and instruct your nominee to complete accordingly, sign and return the form to the Transferee in accordance with the instructions set out in this form.

5. POWER OF ATTORNEY: If this form is signed under a power of attorney, the relevant power of attorney must be submitted with the form for noting and return, and the certificate printed below must be completed. Where such power of attorney has already been noted by Link Market Services then this fact must be stated under the signature of the attorney.

6. ON COMPLETION: Either email, mail, hand deliver or fax this Form as provided for below as soon as possible, but in any event so as to be received not later than the closing date for the Offer (which is, at the date of the Offer, 6 October 2016, but which may be extended under the Takeovers Code).

WML Takeover offer c/- Link Market Services Limited

Mail: PO Box 91976, Auckland 1142,
Fax: +64 9 375 5990

Delivery: Level 11, Deloitte House, 80 Queen Street, Auckland
Scan & Email: applications@linkmarketservices.co.nz
(Please use "WML Takeover" as the subject of the email.)

7. PREVIOUS SALE: If you have sold all your WML Shares, please pass this Acceptance Form together with the Offer documents to your share broker or the purchaser(s) of such WML Shares. If you have sold part of your shareholding, record that fact on this Acceptance Form by amending the number of WML Shares noted as being held by you on the face of this Acceptance Form.

8. SALE OF PART HOLDING ONLY: If you want to accept the Offer for part of your holding only, please specify the number of shares you wish to sell in the space provided.

9. INTERPRETATION: In this form references to the Transferor in the singular shall include the plural.

IF YOU ARE IN ANY DOUBT ABOUT THE PROCEDURE FOR ACCEPTANCES, PLEASE CALL LINK MARKET SERVICES ON +64 9 375 5998

POWER OF ATTORNEY

BY THE TRANSFEROR'S EXECUTION ON THE FACE OF THIS FORM, THE TRANSFEROR hereby enters into a Power of Attorney in favour of the Transferee as follows:

As from the date of beneficial ownership, and title, to my/our WML Shares passing to the Transferee in accordance with the terms of the Offer, I/we hereby irrevocably authorise and appoint the Transferee (with power of substitution by the Transferee in favour of such person(s) as the Transferee may appoint to act on its behalf) as my/our attorney and agent to act for me/us and do all matters of any kind of nature whatsoever in respect of or pertaining to the WML Shares and all rights and benefits attaching to them as the Transferee may think proper and expedient and which I/we could lawfully do or cause to be done if personally acting as a legal or beneficial owner of the applicable WML Shares.

IF THIS FORM IS SIGNED UNDER POWER OF ATTORNEY, THE ATTORNEY(S) SIGNING MUST SIGN THE FOLLOWING CERTIFICATE OF NON- REVOCATION OF POWER OF ATTORNEY:

I/WE

(Signed name of attorney signing)

of

(Address and Occupation of attorney signing)

HEREBY CERTIFY THAT:

1. THAT by a Power of Attorney dated the _____ day of _____, the Transferor named and described on the face of this Acceptance Form (Donor) appointed me his/her/its/their attorney on the terms and conditions set out in that Power of Attorney.
2. THAT I/we have executed the Acceptance Form printed on the face of this document as attorney under that Power of Attorney and pursuant to the powers thereby conferred upon me/us.
3. THAT at the date hereof I/we have not received any notice or information of any event revoking that Power of Attorney by the death (or winding up) of the Donor or otherwise.

Signed at _____ this _____ day of _____ 2016

Signature(s) of Attorney(s) _____

Note: Your signature does not require witnessing.