



23 January 2017

NOTIFICATION OF ISSUE OF SECURITIES – ORDINARY SHARES

For the purposes of Listing Rule 7.12.1 of the NZX Main Board/Debt Market Listing Rules, Synlait Milk Limited (**SML**) advises that the following securities have been issued:

| | | |
|---|--|--|
| a | Class of security | Ordinary Shares |
| | ISIN | NZSMLE0001S9 |
| b | Number issued | 36,364 |
| c | Issue price | N/A (Ordinary Shares issued upon exercise of Performance Share Rights and no additional consideration is payable by the employees) |
| d | Payment in cash | N/A |
| e | Amount paid up | N/A |
| f | Principle terms of issue | N/A |
| g | Percentage of class of securities | 0.02% |
| h | Reason for issue | Issue of shares under the SML IPO Incentive Scheme as part of employee remuneration |
| i | Authority for issue | Resolution of the Board upon vesting of the Performance Share Rights |
| j | Terms of issue | None |
| k | Total number of securities of the class in existence after the issue | 179,149,619 |
| l | Treasury stock | N/A |
| m | Date of issue | 23 January 2017 |

Yours faithfully,

Quentin Lowcay
General Counsel & Commercial Manager