

Senior Management Long Term Incentive Plan for the 2018 financial year

Metro Performance Glass Limited (“Metro Glass”) has made a further offer to selected Metro Glass employees under Metro Performance Glass Limited’s Long Term Incentive Plan (“LTI”), which was adopted by Metro Glass’ Board in February 2016.

The LTI is designed to secure those employees’ retention in the Metro Glass group and to reward performance that underpins the achievement of Metro Glass’ business strategy and long term shareholder wealth creation.

The key features of the 2018 LTI plan are unchanged from the 2017 LTI plan. They are as follows:

- Participants will be offered an annual award of a specified number of both performance rights and share options in Metro Glass (in accordance with the LTI rules)
- The performance rights will enable participants to acquire shares in Metro Glass with no consideration payable, subject to Metro Glass achieving set performance hurdles and meeting certain vesting conditions
- The performance right hurdles, are as follows:
 - 50% of the participant’s performance rights will vest if Metro Glass’ Total Shareholder Returns (“TSR”) exceed the 50th percentile TSR of those companies comprising the S&P/NZX 50 Index (the “Peer Group”)
 - Between 50% and 100% will vest if Metro Glass’ TSR is between the 50th and 75th percentile TSR of the Peer Group (straight line progression)
 - 100% will vest if Metro Glass’ TSR exceeds the 75th percentile TSR of the Peer Group
- The share options will enable participants to acquire shares in Metro Glass at an exercise price of \$1.35 per share, subject to Metro Glass achieving set performance hurdles and meeting certain vesting conditions. The exercise price represents the average daily volume weighted average price for Metro Glass shares on the NZX Main Board over the 10 trading days immediately following the release of the company’s full year results on 25 May 2017
- The share option hurdle requires that Metro Glass’ TSR must exceed a compound annual pre-tax rate that is 1% above the cost of equity of the Company, as assessed by an independent valuation firm
- The three year measurement period for performance hurdles is treated as having commenced on 9 June 2017. In the event that the respective performance hurdles are not met on the measurement date, retesting will be permitted after a further six and twelve months
- The performance rights and share options will lapse if the participant ceases to be employed by Metro Glass or one of its subsidiaries. However, if a participant ceases to be employed for

reason of redundancy, illness, injury, death or termination by the company, the Board may in its discretion determine that the rights and / or options will not lapse

A total of 2,469,376 share options and 535,107 performance share rights have been issued under the initial grants pursuant to the 2018 LTI plan.

Andrew Paterson
Company Secretary

About Metro Performance Glass

Metro Performance Glass (NZX.MPG; ASX.MPP) Metro Glass is at the forefront of providing high-performance glass and industry-leading service to Australasian residential and commercial construction markets. We have an extensive network of four processing and sixteen distribution or retail sites across New Zealand. In addition, via our subsidiary Australian Glass Group, we operate two processing and distribution sites in Victoria and New South Wales. We are Australasia's leading manufacturer and installer of double-glazed windows for both new residential and retrofit markets. We also process annealed, toughened, laminated, painted and digitally-printed glass products for applications ranging from mirrors, showers, balustrades and kitchen splashbacks to commercial facades. Our goal, in everything we do, is 'Performance without Compromise'.

Learn more: www.metroglass.co.nz