

Disclosure of beginning to have substantial holding

Section 276, Financial Markets Conduct Act 2013

To NZX Limited
and
To Scales Corporation Limited

Date this disclosure made: 11 June 2018

Date on which substantial holding began: 7 June 2018

Substantial product holder(s) giving disclosure

Full name(s): Salt Funds Management Limited

Summary of substantial holding

Class of quoted voting products: Scales Corporation Limited Ordinary Shares (SCL)

Summary for Salt Funds Management Limited

For this disclosure,—

- (a) total number held in class: 7,049,397
- (b) total in class: 140,896,574
- (c) total percentage held in class: 5.003%

Details of relevant interests

Details for Salt Funds Management Limited

Nature of relevant interest(s): Investment Manager

For that relevant interest,—

- (a) number held in class: 7,049,397
- (b) percentage held in class: 5.003%
- (c) current registered holder(s):
- (d) registered holder(s) once transfers are registered: See Annexure 1

Details of transactions and events giving rise to substantial holding

Details of the transactions or other events requiring disclosure:

Refer to the table below for the full four months of transactions undertaken as part of normal on-market trading activities & an in-specie transfer by Salt Funds Management:

Transaction Type	Period	Shares/Units	Consideration
On-market purchases	9/2/18 – 7/6/18	1,363,533	\$6,138,314
Off-market in-specie transfer	1/5/18	75,895	\$342,286
On-market sale	7/3/18 – 21/5/18	(804,624)	(\$3,723,602)
		634,804	

Additional information

Address(es) of substantial product holder(s): Level 3, The Imperial Buildings, 44 Queen Street, Auckland 1050

Contact details:

Julia Diepbrink, Telephone: 09 869 7278, Email: Julia.diepbrink@saltfunds.co.nz

Name of any other person believed to have given, or believed to be required to give, a disclosure under the Financial Markets Conduct Act 2013 in relation to the financial products to which this disclosure relates: Not applicable.

Certification

I, Julia Diepbrink, certify that, to the best of my knowledge and belief, the information contained in this disclosure is correct and that I am duly authorised to make this disclosure by all persons for whom it is made.

ANNEXURE 1

SUBSTANTIAL SECURITY HOLDER NOTICE FROM SALT FUNDS MANAGEMENT LTD

DATED 11 June 2018

Name of type of shares	Scales Corporation Limited Ordinary Shares (SCL)
Percentage held	5.003%

Registered holder:	Guardian Nominees No.2 Ltd (as custodian for BT Funds Management (NZ) Ltd)
Holding:	3,234,608 (2.296%)
Registered holder:	National Nominees Ltd (as custodian for Salt Investment Funds Ltd)
Holding:	1,395,470 (0.990%)
Registered holder:	Trustees Executors Limited (as custodian for TGH Equities Ltd)
Holding:	147,419 (0.105%)
Registered holder:	BNP Paribas Nominees (NZ) Ltd (as custodian for AMP Capital Investors (New Zealand) Ltd)
Holding:	2,271,900 (1.612%)