

**SKELLERUP****SKELLERUP HOLDINGS LIMITED**

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26 October 2018

Skellerup Holdings Limited – Notice of allotment of securities

For the purposes of NZX Main Board Listing Rules 7.12.1, Skellerup Holdings Limited (NZX: SKL) (*Skellerup*) advises the issue of options (*Options*) under the Skellerup Share Option Plan (the *Plan*).

Subject to their continued employment by Skellerup, option holders will be able to exercise the Options in the period beginning on 1 September 2020 and ending on 1 November 2020.

The exercise price for the Options is **\$2.12** per Option (*Exercise Price*), being the volume weighted average price of Skellerup's shares on the NZX Main Board in the twenty-day trading period which commenced on 27 September 2018.

Upon exercise, option holders will be issued one ordinary share in Skellerup per Option exercised. Alternatively, on exercise, option holders have the opportunity to direct Skellerup to facilitate a net settled exercise by issuing to the option holder, such number of shares as is equal to the difference between the market value per share of Skellerup's ordinary shares and the Exercise Price, multiplied by the number of Options being exercised, divided by the market value per share of Skellerup's ordinary shares.

a	Class of security	Options issued under the Plan.
	ISIN	N/A. The Options will not be traded.
b	Number issued	1,600,000 Options.
c	Nominal value price paid on conversion	Nil
d	Payment terms	N/A
e	Amount paid up	N/A
f	Principal terms	As noted above.
g	Percentage of class of securities	100%
h	Reason for issue	The Board of Skellerup has resolved to offer the Options to selected employees in order to: (a) reward and retain key employees; (b) drive longer-term performance and alignment of incentives of participants with the interests of Skellerup's shareholders; and (c) encourage longer term decision-making by Participants.
i	Authority for issue	Directors' resolution dated 26 October 2018.
j	Terms of issue	As noted above.
k	Number of securities of the class in existence after issue	1,600,000 Options
l	Treasury stock	N/A
m	Date of issue	26 October 2018

For further information please contact:

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CFO/Company Secretary
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