



Stride Property Group (NS)

NZX Announcement

13 March 2020

Stride Property Group

Industrial Acquisition and Development

Stride Property Group (**Stride**) is pleased to announce that it has entered into an unconditional agreement to acquire a 4 hectare property at 16 Wickham Street, Hamilton for a purchase price of \$10 million. Settlement is expected to occur on 1 April 2020.

This property consists of an area of 1.3 hectares which is tenanted, as well as an area of 2.7 hectares that Stride has agreed to redevelop as a Resource Recovery Park for Waste Management (NZ) Limited (**Waste Management**). The total cost of the development (excluding land costs) is estimated to be \$15 million, and the property (including currently tenanted premises and the Waste Management development when completed) is expected to deliver a yield on cost of approximately 7%. The development is expected to be completed by December 2020, at which time Waste Management will take a 25 year lease of the facility.

This development follows the successful completion of the new Waste Management head office development at East Tamaki Road, Auckland, which was completed in December 2019 by Stride. In addition, Stride is currently developing an industrial facility at Selwood Road, Henderson for Waste Management.

It is intended that the Wickham Street property will become part of the Industrie Property Joint Venture, along with the East Tamaki Road head office and Selwood Road facility. As announced in September 2019, the Industrie Property Joint Venture is a joint venture between Stride Property Limited and a group of international institutional investors, through a special purpose vehicle, and advised by J.P. Morgan Asset Management. The commencement of the Industrie Property Joint Venture remains conditional on Overseas Investment Office approval.

Stride's Chief Executive, Philip Littlewood, commented "We are very pleased to be able to continue our successful relationship with Waste Management and assist them to develop this exceptional facility in the Waikato. This project delivers on the growth aspirations of Stride's new industrial product, Industrie Property."

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For further information please contact:

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A Stapled Security of the Stride Property Group comprises one ordinary share in Stride Property Limited and one ordinary share in Stride Investment Management Limited. Under the terms of the constitution of each company, the shares in each can only be transferred if accompanied by a transfer of the same number of shares in the other.

Stapled Securities are quoted on the NZX Main Board under the ticker code SPG. Further information is available at www.strideproperty.co.nz or at www.nzx.com/companies/SPG.