

Disclosure of ceasing to have substantial holding

Section 279, Financial Markets Conduct Act 2013

Note: This form must be completed in accordance with the instructions at the end of the form.

To NZX

and

To SLI Systems Limited (SLI)

Date this disclosure made: 18 July 2016

Date last disclosure made: 13 March 2015

Date on which substantial holding ceased: 15 July 2016

Substantial product holder(s) giving disclosure

Full name(s): First NZ Capital Group Limited

Summary of previous substantial holding

Class of quoted voting products: **SLI Systems Limited Ordinary Shares (SLI)**

Summary for **First NZ Capital Securities Limited and Harbour Asset Management Limited**

For **last** disclosure,—

(a) total number held in class: **3,057,655**

(b) total in class: **61,015,300**

(c) total percentage held in class: **5.010%**

For current holding **after** ceasing to have substantial holding,—

(a) total number held in class: **2,048,820**

(b) total in class: **62,260,816**

(c) total percentage held in class: **3.291%**

Details of transactions and events giving rise to ceasing of substantial holding:

On 13 March 2015, First NZ Capital Group Limited filed the last disclosure. From 13 March 2015 to 15 July 2016, as a result of normal on-market trading activity under discretionary investment management mandates, involving purchases of 772,633 SLI for a consideration of \$779,542 and sales of 2,429,197 SLI for a consideration of \$1,979,508, Harbour Asset Management Limited decreased their relevant interest to 1,242,256 (1.995%) in SLI ordinary shares. As a result of normal trading activity, First NZ Capital Securities Limited increased their relevant interest from 120,000 (0.193%) on 14 July 2016 to 806,564 (1.296%) as at 15 July 2016, for a consideration of \$528,414.

Additional information

Address of substantial product holder(s): **Level 14, 171 Featherston Street, Wellington**

Contact details: **Kate Livingston, + 64 9 307 5747, kate.livingston@fnzc.co.nz**

Nature of connection between substantial product holders: **First NZ Capital Group Limited, First NZ Capital Securities Limited and Harbour Asset Management Limited are related bodies corporate.**

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: **None**

Certification

I, **Kate Livingston**, 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.