

Disclosure of movement of 1% or more in substantial holding  
or change in nature of relevant interest, or both

*Sections 277 and 278, Financial Markets Conduct Act 2013*

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

**To** NZX Limited

and

**To** Kirkcaldie & Stains Limited

Relevant event being disclosed: Movement of 1% or more in substantial holding

Date of relevant event: 12 June 2016

Date this disclosure made: 13 June 2016

Date last disclosure made: 1 April 2016

**Substantial product holder(s) giving disclosure**

Full name(s): Mercantile Investment Company Limited

**Summary of substantial holding**

Class of quoted voting products: Ordinary shares

Summary for Mercantile Investment Company Limited

For **this** disclosure,—

- (a) total number held in class: 203,137
- (b) total in class: 2,042,942
- (c) total percentage held in class: 9.943%

For **last** disclosure,—

- (a) total number held in class: 224,714
- (b) total in class: 2,042,942
- (c) total percentage held in class: 11.000%

**Details of transactions and events giving rise to relevant event**

Details of the transactions or other events requiring disclosure: Lapse of Mercantile NZ Limited's takeover offer for all of the fully paid ordinary shares in Kirkcaldie & Stains Limited (**Offer**) on 12 June 2016. Mercantile NZ Limited did not receive sufficient acceptances under the Offer to satisfy the minimum acceptance condition of the Offer, and thus the offer has lapsed. Mercantile Investment Company Limited is the holding company of Mercantile NZ Limited.

**Details after relevant event**

Details for Mercantile Investment Company Limited

Nature of relevant interest(s): Registered holder and beneficial owner

For that relevant interest,—

- (a) number held in class: 122,717
- (b) percentage held in class: 6.007%
- (c) current registered holder(s): Mercantile Investment Company Limited
- (d) registered holder(s) once transfers are registered: N/A

Nature of relevant interest(s): Beneficial owner (relevant agreement need not be attached under regulation 139)

For that relevant interest, —

- (a) number held in class: 80,420
- (b) percentage held in class: 3.936%
- (c) current registered holder(s): McNeil Nominees Pty Limited
- (d) registered holder(s) once transfers are registered: N/A

**Additional information**

Address(es) of substantial product holder(s): Level 11, 139 Macquarie Street, Sydney, NSW, Australia 2000

Contact details: Gabriel Radzynski, +64 2 8014 1188, [gabriel@sandoncapital.com.au](mailto:gabriel@sandoncapital.com.au)

**Certification**

I, Gabriel Francois Radzynski, 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.