

Arvida Group Limited (ARV) Market Release

20 OCTOBER 2016

COMPLETION OF RIGHTS OFFER

Arvida Group Limited (Arvida) is pleased to announce the successful completion of its underwritten 1 for 7 pro rata renounceable rights offer announced on 20 September 2016.

Bill McDonald said “we were very pleased to receive such a high level of support from our shareholders, with 90% of entitlements being subscribed.”

Approximately 35.7 million new shares were taken up by shareholders, representing approximately 90% of the new shares available under the rights offer. This represents gross proceeds of \$37.4 million.

The new shares taken up under the rights offer are expected to be allotted on 26 October 2016.

Shortfall bookbuild

Approximately 4.1 million shares out of a total rights issue offer size of 39.8 million shares are available for the shortfall bookbuild component of the offer, to be conducted by Forsyth Barr Limited as Lead Manager. The bookbuild is opening 5:30pm on 20 October and is expected to close on 21 October.

Shareholders who did not take up their full entitlements in the rights offer will receive a pro rata share of any positive difference between the shortfall bookbuild price and the application price for new shares of \$1.05 per new share. There is no guarantee that any value will be received from the shortfall bookbuild by eligible shareholders who did not take up their full entitlement.

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For more information, please contact:

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About Arvida:

Arvida Group Limited (**Arvida**) is a retirement village group with an emphasis on providing a continuum of care from independent living through to high quality aged care services. Arvida has 25 villages across New Zealand comprising: Aria Bay, Aria Gardens and Aria Park, Auckland; Copper Crest and Views, Tauranga; Lauriston Park, Cambridge; Glenbrae, Bay of Plenty; Molly Ryan, New Plymouth; Lansdowne Park, Masterton; Olive Tree, Palmerston North; Waikanae Lodge, Waikanae; Oakwoods and The Wood, Nelson; Ashwood, Blenheim; Ilam, The Maples, Mayfair, Park Lane, Rhodes on Cashmere, St Albans, St Allisa and Wendover, Christchurch; and Bainlea House, Bainswood House and Bainswood on Victoria, Rangiora. Arvida's shares trade on the NZX Main Board under the code ARV. See www.arvida.co.nz