

14 October 2016

Market Information Services Section
NZX Limited
Wellington

NOTIFICATION OF ALLOTMENT OF SECURITIES

For the purposes of Listing Rule 7.12.1 of the NZSX Listing Rules, Methven Limited (**Methven**) advises the following securities have been issued:

Class of security	Ordinary Shares
ISIN	
Number of securities issued	83,620
Nominal value (if any)	N/A
Issue price	\$0.00135
Payment in cash?	Yes
Any amount paid up (if not in full)	Fully paid
Percentage of total class of securities issued (after the issue)	0.11%
Reason for the issue	Issue of Ordinary Shares as per the Methven Limited Employee Share Plan (ESP), which was offered to all New Zealand employees of Methven.
Specific authority for the issue (if any)	Resolution of directors dated 28 September 2016.
Terms or details of the issue	740 Shares were offered to each of the 113 permanent New Zealand employees of Methven, for a total purchase price per employee of \$1.00. The Offer Price of \$1.00 per 740 Shares represents a near 100% discount to the VWAP for the period 25 - 29 August 2016.

Methven's Board of Directors believe that the best interests of all shareholders are served when the entire team at Methven are also shareholders, as their efforts are aligned to deliver shareholder returns.

The ESP has been established as a share purchase scheme as defined in section YA 1 of the Income Tax Act 2007 and has been approved by the Commissioner of Inland Revenue. Accordingly, the Shares have been issued to Methven Employee Share Trustee Limited (rather than to the employees), who holds the Shares on trust for the benefit of the relevant employee for a 3 year holding period, in accordance with the terms of the ESP.

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Total number of securities of the class in existence after the issue 73,013,103

Date of issue 14 October 2016



Deidre Campbell
Chief Financial Officer

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