

NZX announcement – 27 September 2017

NOTICE OF ALLOTMENT OF SUBORDINATED CONVERTIBLE NOTES (PCTHA)

For the purposes of Listing Rule 7.12.1, Precinct Properties New Zealand Limited (“**Precinct**”) advises the following securities have been issued on 27 September 2017.

(a)	Class of security and ISIN	Interest bearing subordinated convertible notes (the “ Notes ”) NZPCTDG001C6
(b)	Number issued	150,000,000
(c)	Issue Price	\$1.00 each
(d)	Payment terms	Cash
(e)	Amount paid up	Fully paid
(f)	Principal terms of the securities	As set out in the product disclosure statement dated 25 August 2017

All outstanding Notes will be converted into ordinary shares of Precinct (“**Shares**”) on 27 September 2021. However, Precinct may elect to pay a cash amount of holders of the Notes rather than converting the Notes into Shares

The conversion price to convert the Notes into Shares will be set at the lesser of the conversion price cap of \$1.40 per Share and a 2% discount to arithmetic average of the daily volume weighted average price of a Share in the 20 business days prior to (but not including) the conversion announcement date (expected to be 20 September 2021). The conversion price cap may be adjusted in certain circumstances

(g)	Percentage of class of securities	100% (post allotment)
(h)	Reason for issue	Repayment of existing bank debt providing Precinct with flexibility and additional debt capacity to fund its future development pipeline and any other opportunities as they may arise

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| (i) | Authority for issue | Board resolution dated 16 August 2017 approving the issuance of:

(a) the Notes, in accordance with Listing Rule 7.3.5, as if that Listing Rule applied to the Notes and determining the number of Shares into which the Notes convert using a conversion price equal to the volume weighted average market price of Shares over the 20 business days before the earlier of the day the issue of the Notes is made or announced to the market; and

(b) the Shares on conversion of the Notes, in accordance with Listing Rule 7.3.10(b)(i) |
| (j) | Terms of issue | As set out in the product disclosure statement dated 25 August 2017 |
| (k) | Number of securities in existence after issue | 150,000,000 |
| (l) | Treasury stock | Not applicable |
| (m) | Date of issue | 27 September 2017 |

Ends

For further information, please contact:

Richard Hilder
Chief Financial Officer
Office: +64 9 927 1645
Mobile: +64 29 969 4770
Email: richard.hilder@precinct.co.nz

About Precinct (PCT)

Precinct is New Zealand's only listed city centre specialist investing predominately in premium and A-grade commercial office property. Listed on the NZX Main Board, PCT currently owns 15 New Zealand buildings – Auckland's PwC Tower, AMP Centre, ANZ Centre, Zurich House, HSBC House, Mason Brothers Building, 12 Madden Street and Commercial Bay; and Wellington's State Insurance Building, 157 Lambton Quay, No. 1 and No. 3 The Terrace, Pastoral House, Mayfair House, Deloitte House and Bowen Campus.