

20 June 2017

Listed Company Relations
New Zealand Exchange Limited
PO Box 2959
Wellington

Dear Sir/Madam

EXPANSION PLANS AND DC ROSS

The Board of Directors of Scott Technology Limited ("Scott") is pleased to announce its plans to extend the building and associated facilities at 630 Kaikorai Valley Road. Detailed plans are being finalised but it is expected that the expansion will nearly double the available floor space.

The expansion of the land and buildings was anticipated at the time of development by Scott and is now supported by Scott's growth strategy.

Scott has also entered into an unconditional agreement to purchase all the assets of DC Ross Ltd, which is in receivership. This transaction is separate, but complementary to, the expansion. Scott intends to employ a number of the remaining staff from DC Ross and to continue to service customers. Many of the customers and suppliers to DC Ross are well known to Scott which will make for an easy transfer of ownership. The total purchase price is expected to be less than \$500,000.

DC Ross operates a small engineering business known for producing high quality fine blanking press parts. The main assets are metal blanking presses and metal tool making machinery, similar to what Scott currently uses, along with the knowledge and skills of the engineering team.

Yours faithfully



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Chris Hopkins
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About Scott

At Scott we automate the future. The production line machinery we design and build deliver productivity gains and exceptional reliability to many of the world's leading manufacturers. We also go a step beyond engineering production solutions to actually revolutionising entire industries – using robotics to automate manual processes and create genuine competitive advantage.

For over 100 years Scott has looked to tomorrow and rapidly responded to shifting needs. Today, we have production bases in the United States, China, Australia and New Zealand, customers in 88 countries, and a real commitment to developing new technology and bringing it to market. Across everything we do you will discover true quality, advanced engineering and a renowned design aesthetic.

Scott. Quality that lasts. Quality that inspires.