

24 February 2014

Listed Company Relations
New Zealand Exchange Limited
PO Box 2959
WELLINGTON

Dear Sir/Madam

HTS-110 – EQUITY INCREASE TO 100%

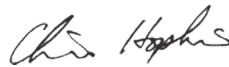
Scott Technology is pleased to announce that the company has entered into agreements to acquire the 49% of HTS-110 Ltd held by Callaghan Industrial Research Ltd and American Superconductor Corporation. This will take our shareholding to 100% and will enable us to fully integrate the business into Group operations. We expect the transfers to be complete by 31st March 2014.

The consideration is a combination of cash and intangibles in the form of agreements that release, modify and create obligations between the parties.

Yours faithfully

Handwritten signature of S J McLauchlan in blue ink.

S J McLauchlan
Chairman
(03) 477 8192

Handwritten signature of C C Hopkins in blue ink.

C C Hopkins
Chief Executive
(03) 478 8110