

16 July 2020

Rebate Dividend 2020

NZPM Group Limited (NZPM) is pleased to announce an ordinary shareholder interim rebate dividend for the year ending 31 March 2020 of 4.0% of Grade-A Cash. The rebate dividend will be paid in late September 2020.

The declaration of an interim dividend allows the co-operative to pay an appropriate rebate dividend to shareholders in a timely basis, while preserving our liquidity position to manage our way through what we expect to be an uncertain period. The company will consider the payment of a final dividend later in the financial year.

The dividend payment to individual shareholders has again been set at minimum of \$300 per ordinary shareholder to recognise the support from shareholders who have invested capital of \$10,000 but whose purchases do not generate a minimum rebate of \$300. This base payment ensures that all ordinary shareholders earn a rebate dividend of at least 3% on their capital invested, while continuing to reward shareholders based on their level of trading with Plumbing World.

Rebate dividends are an important part of NZPM's value proposition along with service, stock levels, everyday competitive pricing, quarterly Go for Gold exclusive product rebates, dividends on other classes of shares and NZPM Extra benefits.

Investment in Aquasource

NZPM has acquired a one-third shareholding in Aqua Source & QC Co., Limited (Aqua Source), a company incorporated in Hong Kong.

The company is a specialist sourcing agent for plumbing and related products manufactured in China and progressively other Asian countries. The investment has been made to secure the long-term supply chain for Plumbing World's own brand imported products marketed under the LeVivi and TIVA brands.

The total consideration for the new equity issued by Aqua Source is US\$465,000. 50% of the consideration was due on the acquisition date with a further 25% due on the first anniversary of the settlement date and 25% due on the second anniversary of the settlement date.

The directors wish to thank all shareholders for their continued support of the NZPM co-operative and we look forward to meeting with as many of you as possible at the 56th Annual Meeting at 4pm on Friday 21 August at venues at Auckland, Wellington and Christchurch.



John DeBernardo
Chairman