

11 January 2019

To all Shareholders

INFORMATION MEMORANDUM

As a result of historic race lining in the Rangitata Diversion Race, MHV Water has had an additional 31lps of water released for use. This water has been allocated to our zones as per merger protocols, which equates to 650 V shares (6.5lps) and 2450 M Shares (24.5 lps).

The tender offer is now open to all landowners in the Mayfield Hinds Zone and Valetta Zone, and includes the offer of the residual MG shares from our last offer.

This will be the last share issue where shareholders will have the opportunity to utilise the allocated growth load, we hold within our Resource Consent, CRC183851, which expires in May.

We are all tasked with meeting the nutrient leaching reductions in the Hinds Plains and any increase in nutrient load for a shareholder, as a result of the use of additional water, will be assessed based on adherence to Good Management Practices and advanced mitigations.

Within the offer there is also the ability, but not obligation, for MG Shares to be redeemed for M Shares.

Please note this cover letter is not an offer of shares and the Information Memorandum, dated 11 February 2019 is attached to this email, or available on our website or from our office. Tenders will only be accepted as required by that Information Memorandum.

If you have any queries please contact Mel Brooks on 0274 356 882 for further information.

Yours sincerely



John Nicholls
Chair