

16 November 2016

Dear Shareholder

Pohutukawa II Distribution 17 November 2016

The Pohutukawa II Board is pleased to announce a gross distribution of 3.85 cents per share (cps).

We expect the distribution will be paid to your nominated bank account on or about 17 November 2016. The distribution is payable to shareholders on the Register as at 10 November 2016.

The 3.85 cps distribution represents portfolio company dividends of 1.33 cps and net capital returns of 2.52 cps from George H Investment* and Hiway Group.

(*a share buyback to effect the release of capital proceeds received from the sale of its interest in Turners & Growers)

Following this distribution, you will have received total gross returns of 83.7 cps compared to your contributed capital of 62cps.

Net Asset Value

Following the distribution the indicative net asset value (NAV) of the remaining assets in Pohutukawa II is approximately 24 cps, after allowing for earnout.

Thank you for your continuing support, and if you have any queries on the distribution please contact Peter Lalor at Pohutukawa II Management Ltd on 07-927 7927 or email enquiries@pohutukawafund.co.nz.

Yours faithfully

POHUTUKAWA PRIVATE EQUITY II LIMITED



JOHN MCDONALD
Chairman