



McPherson's Limited

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ASX/Media Release

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MCP Dividend Reinvestment Plan to be Underwritten

On 20 August 2013, McPherson's Limited (**Company** or **MCP**) announced a fully franked final dividend of \$0.07 per MCP share (**Final Dividend**) and the continuation of its Dividend Reinvestment Plan (**DRP**).

The record date for the Final Dividend was 9 October 2013.

Issue price per MCP Share under the DRP

New MCP Shares issued under the DRP will be issued at a 2.5% discount to the arithmetic average of the volume weighted average market price of all MCP Shares sold on the ASX during the period of 5 trading days commencing on the 3rd trading day after the record date.

On this basis the issue price per MCP Share under the DRP is \$1.33.

DRP to be Underwritten

The Board is pleased to announce that AMP, Investors Mutual, Microequities and Perpetual Pure Value Fund have been appointed as underwriters of the DRP:

The price at which MCP Shares will be issued to the DRP underwriters is the same price as the price at which the MCP Shares will be issued to shareholders who have elected to participate in the DRP. The MCP Shares issued to the DRP underwriters will, upon issue, rank equally with all other MCP Shares on issue.

MCP will not seek shareholder approval in relation to the proposed issue of MCP Shares as part of the DRP underwriting arrangements as the shares to be issued to these underwriters are within the Company's available 15% capacity as defined in ASX Listing Rule 7.1.

Funds raised from the DRP underwriting will be used for working capital purposes and to partially fund any acquisitions as appropriate.

Participation rate

The DRP shareholder participation rate for the final dividend is 23.1% of all issued MCP Shares. A total of 1,087,756 new MCP Shares will be issued to DRP participants.

The DRP underwriters will subscribe for the shortfall under their respective DRP Underwriting Agreements, as follows:

Underwriter	Number of fully paid MCP Shares to be allotted as part of the DRP underwriting	Amount raised
AMP	1,431,488	\$1,903,879
Microequities	300,752	\$400,000
Perpetual Pure Value Fund	751,880	\$1,000,000
Investors Mutual	1,127,820	\$1,500,000

Allotment and payment date

The dividend is expected to be paid, and new MCP shares are expected to be allotted to DRP participants and the DRP underwriters, on 12 November 2013.

Holding statements will be mailed to DRP participants and the DRP underwriters shortly after 12 November 2013.

For further information please contact:

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