

### **Base Cost Apportionment**

Based on New Ordinary Shares priced on 28 January 2016 at 282.30p, the 7 for 48 consolidation and the estimated B share market value of 240p, 14.64% of the base cost of the existing Ordinary Shares will be apportioned to the New Ordinary shares and 85.36% to the B Shares.

Please note that this information is for guidance only. If you require further information regarding the tax treatment of your shares in Melrose or are in any doubt about your taxation position you should obtain professional advice.