

Base Cost Apportionment

Based on the Closing price for Ordinary Shares on 9 August 2016 of 141p, the 12 for 1 Rights Issue and the Closing price for Nil Paid Rights on 9 August 2016 of 48.5p, 19.50% of the base cost of the existing Ordinary Shares will be apportioned to the remaining Ordinary shares and 6.71% apportioned to each Nil Paid Right (80.50% in total to the 12 Rights per existing share).

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.