

THE REJECT SHOP LIMITED
OVERSUBSCRIPTION OF SHARE PURCHASE PLAN

- **Offer period to participate in Share Purchase Plan closed at 5.00pm on 21 May 2013**
- **Share Purchase Plan heavily oversubscribed**
- **Directors of TRS determined it was appropriate to accept \$14 Million**
- **TRS will use proceeds to fund proposed accelerated new store rollout or as working capital**

27 MAY 2013

On 23 April 2013, The Reject Shop ("TRS") announced a \$40 million equity raising by way of:

- a \$30 million placement of ordinary shares to institutional investors ("**Placement**"); and
- a share purchase plan to raise an additional \$10 million and enable the participation of retail shareholders ("**SPP**").

TRS successfully completed the Placement on 24 April 2013.

The offer period to participate in the SPP closed at 5.00pm on 21 May 2013. At the close of the offer period, TRS had received applications from existing retail shareholders to subscribe for a total of \$25.5 million worth of new shares. As a result, the SPP was heavily oversubscribed in excess of the \$10 million target initially announced.

In accordance with the terms of the SPP, the directors of TRS have determined to scale back the SPP, although rather than scale back to \$10 million, the Directors have allowed a greater level of participation by retail shareholders and scaled back to \$14 million. This will result in TRS issuing approximately 864,197 new shares under the SPP.

As previously announced to the market, TRS will use the funds raised to rebalance its equity and gearing levels to better reflect and balance the total capital requirements for its growing business, inclusive of the targeted accelerated new store opening program for FY2013 and FY2014.

TRS' Chairman, Mr. Bill Stevens, said "We are very pleased with the level of demand from existing retail shareholders, with the SPP heavily oversubscribed. The successful outcome demonstrates continuing support for our business and long term growth plans."

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