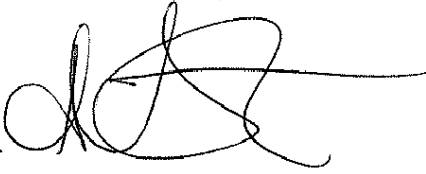


FNZC

FAX	TO: ASX	FAX: 0800449707	PAGES: 3
			Including this page
SENDER:	First NZ Capital Group Limited	direct line +64 4 474 4430	facsimile +64 9 302 5505
			Email Helen.stevens@fnzc.co.nz
RE:	Market Announcement for Kathmandu Holdings Limited (KMD)		DATE: 13 April 2017
MESSAGE:			
To whom it may concern			
Attached is a Disclosure of 1% or more movement in substantial holding in Kathmandu Holdings Limited (KMD).			
We have submitted the following holding notice to NZX and Kathmandu Holdings Limited today.			
Regards			
			
Helen Stevens Compliance Officer			
FIRST NZ CAPITAL SECURITIES LIMITED - NZX Firm			
LEVEL 39, ANZ CENTRE	23 - 29 ALBERT STREET	P O BOX 5333	AUCKLAND
			NEW ZEALAND
		PHONE: +64 9 307 5747	FACSIMILE: +64 9 302 5505
			WEBSITE: www.firstnzcapiatal.co.nz
Should there be any difficulty with this transaction, please notify the sender at the phone number given above. The facsimile is intended only for the individual or entity to whom it is addressed and may contain information which is privileged and confidential. If the reader or message is not the intended recipient or an employee or agent responsible for delivery of the message to the intended recipient, you are hereby notified that any dissemination or distribution of copying of the communication is strictly prohibited. If you have received this communication in error, please notify us immediately by telephone and return the original message to us by mail.			

Disclosure of movement of 1% or more in substantial holding
or change in nature of relevant interest, or both

Sections 277 and 278, Financial Markets Conduct Act 2013

Note: This form must be completed in accordance with the instructions at the end of the form.

To NZX Limited

and

To Kathmandu Holdings limited (KMD)

Relevant event being disclosed: Disclosure of movement of 1% or more in substantial holding

Date of relevant event: 11 April 2017

Date this disclosure made: 13 April 2017

Date last disclosure made: 17 February 2017

Substantial product holder(s) giving disclosure

Full name(s): Harbour Asset Management Limited

Summary of substantial holding

Class of quoted voting products: KMD Ordinary Shares

Summary for: Harbour Asset Management Limited

For **this** disclosure,—

(a) total number held in class: **12,374,372**

(b) total in class: **201,497,120**

(c) total percentage held in class: **6.141%**

For **last** disclosure,—

(a) total number held in class: **10,268,144**

(b) total in class: **201,484,583**

(c) total percentage held in class: **5.096%**

Details of transactions and events giving rise to relevant event

Details of the transactions or other events requiring disclosure: As noted above, on 17 February 2017, Harbour Asset Management Limited, disclosed an interest in 10,268,144 (5.096%) KMD ordinary shares.

On 11 April 2017, Harbour Asset Management Limited held 12,269,735 KMD Ordinary Shares (6.089%) and First NZ Capital Securities Limited held 104,637 (0.052) KMD

ordinary shares, a total relevant interest held by First NZ Capital Group Limited of 12,374,372 (6.141%) KMD ordinary shares.

Between 16 February 2017 and 11 April 2017, as a result of normal on market trading activity, Harbour Asset Management Limited, purchased 2,001,591 KMD ordinary shares for a total consideration of \$3,985,417.33. During this period, as a result of normal on market trading First NZ Capital Securities Limited purchased a net position of 104,637 KMD ordinary shares.

Details after relevant event

Details for: Harbour Asset Management Limited

Nature of relevant interest(s): Harbour Asset Management Limited, as fund manager, the power to exercise a right to vote attached to, and power to acquire or dispose of, the products, under powers of investment contained in investment management contracts with clients (the beneficial owners of the products).

For that relevant interest,—

- (a) number held in class: 12,269,735
- (b) percentage held in class: 6.089%
- (c) current registered holder(s): 12,269,735 – Various nominee companies on behalf of clients as beneficial owners.

Additional information

Address(es) of substantial product holder(s): Level 16, 171 Featherston Street, Wellington

Contact details: Helen Stevens, + 64 4 474 4430, helen.stevens@fnzc.co.nz

Nature of connection between substantial product holders: First NZ Capital Group Limited, First NZ Capital Securities and Harbour Asset Management Limited are related bodies corporate.

Name of any other person believed to have given, or believed to be required to give, a disclosure under the Financial Markets Conduct Act 2013 in relation to the financial products to which this disclosure relates: **None**

Certification

I, Helen Stevens, certify that, to the best of my knowledge and belief, the information contained in this disclosure is correct and that I am duly authorised to make this disclosure by all persons for whom it is made.