



26 November 2013

Market Information
NZX Limited
Level 2, NZX Centre
11 Cable Street
Wellington
NEW ZEALAND

Company Announcements Office
Australian Stock Exchange Limited
Exchange Centre
Level 6, 20 Bridge Street
Sydney NSW 2000
AUSTRALIA

NZ\$70m Pro rata Voluntary Share Buy Back @ NZ\$1.81

Further to its announcement of 17 September 2013 where TOWER Limited advised that it intended to return to shareholders \$70 million of capital realised from the sale of the majority of its life insurance business, TOWER confirms that it intends to return that capital by way of an off-market, pro rata voluntary share buy back (**Buy Back**).

Under the Buy Back, all shareholders will be treated alike and given the opportunity to receive \$1.81 (being the volume weighted average price for the five trading days prior to the announcement of 17 September 2013) for every share sold into the Buy Back. The Buy Back is voluntary, so shareholders may choose not to participate in the Buy Back offer. However, to ensure the return is tax effective for shareholders, the Buy Back is conditional on sufficient acceptances being received from shareholders to return an amount equivalent to at least 10% of TOWER's average market capitalisation (at the time of this announcement) - this minimum amount is approximately \$35 million of the total \$70 million Buy Back amount. No brokerage will be charged by TOWER for those shareholders that accept the Buy Back offer.

The repurchased shares will be cancelled, with fractions of a share rounded up or down to the nearest whole share. TOWER will pay shareholders NZ\$1.81 for each repurchased share. Shareholders with an address on the register in Australia will be paid in Australian dollars at the conversion rate applicable on the record date. The proposed timetable provides that the **record date is Friday 6 December 2013**, the Offer Document will be sent to shareholders on Tuesday 10 December 2013, and that the Offer will close on Thursday 23 January 2014, with a payment date of Friday, 31 January 2014. These dates may be changed at TOWER's discretion.

Further details of the Buy Back offer, as well as instructions for completing the Acceptance Form, will be detailed in the Offer Document. Shareholders entitlements will be included on the Acceptance Form.

Michael Boggs
Chief Financial Officer
TOWER Limited
ARBN 088 481 234 Incorporated in New Zealand