



NZX Release

Notification of Allotment of Securities

27 February 2017

For the purposes of Listing Rules 7.12.1 and 7.12.9 of the NZX Main Board Listing Rules, Heartland Bank Limited (**Heartland**) (NZX: HBL) advises that the following securities have been issued pursuant to its LTI Net Share Settled Option Plan:

Class of Security	Fully paid ordinary shares
ISIN	NZBSHE0001S0
Number issued	35,923
Issue price	\$1.5629
Payment	Consideration satisfied pursuant to the settlement amount under the LTI Net Share Settled Option Plan
Amount paid up	Fully paid up
Percentage of total class issued	0.0072% of the total number of fully paid ordinary shares prior to this issue
Reason for issue	Issue of fully paid ordinary shares on exercise of options issued under the LTI Net Share Settled Option Plan in respect of which an exercise notice has been received following those options becoming convertible into fully paid ordinary shares
Authority for issue	Directors' resolution
Terms or details of issue	Pursuant to the LTI Net Share Settled Option Plan dated 28 June 2013
Total number of securities after issue	499,201,351
Date of issue	27 February 2017
Additional information	For the purposes of Listing Rule 7.12.9 of the NZX Main Board Listing Rules, Heartland advises: (a) 76,531 options have been converted into 35,923 fully paid ordinary shares in Heartland (as set out in this notice);

- (b) there are no interest or dividend conditions attaching to the fully paid ordinary shares that have been issued (as set out in this notice); and
- (c) there are no further options of the same class issued under the LTI Net Share Settled Option Plan that remain to be converted.

- Ends -

For further information please contact:

Michael Drumm
General Counsel
Heartland Bank Limited
DDI 09 927 9287