

Disclosure of beginning to have substantial holding

Section 22, Securities Markets Act 1988

To: NZX

And: Cynotech Holdings Ltd (CYT)

Date this disclosure made: 18th March, 2010

Substantial security holder(s) giving disclosure

Name(s): Cynotech Securities Group Ltd

Contact details: Steven Grozev, 09 5399999

Date on which substantial security holder(s) began to have substantial holding: 18th March, 2010

Summary of substantial holding to which disclosure relates

Class of listed voting securities: Ordinary shares (CYT)

Summary for: Cynotech Securities Group Ltd

For this disclosure,—

- (a) total number held in class: 76,162,622
- (b) total in class: 122,885,996
- (c) total percentage held in class: 61.98%

Details of relevant interests currently in substantial holding

Details for: Cynotech Securities Group Ltd

Nature of relevant interest(s): Beneficial holder.

A relevant Agreement document in terms of a Take-over offer and acceptance forms apply, (not attached as per clause 14.)

For that relevant interest,—

- (a) number held in class: 76,162,622
- (b) percentage held in class: 61.98%
- (c) current registered holder(s) of securities: various and unknown
- (d) registered holder(s) of securities once transfers registered: Cynotech Securities Group Ltd

Details of transactions and events giving rise to person beginning to have substantial holding

Details of the transactions or other events requiring disclosure under the instructions to this form: In accordance with the Take-over offer dated 2nd February 2010, and a pre-bid agreement with Cynotech Securities Ltd. (CySec)

Additional information

Nature of connection between substantial security holders: Own company (CySec), and a substantial shareholder in Newmarket Securities Ltd, otherwise with other shareholders - nil.

Address(es) of substantial security holder(s): PO Box 41085, Orakei, Auckland 1745

Name of any other person believed to have given, or believed to be required to give, a disclosure under the Act in relation to the securities to which this disclosure relates: Cynotech Securities Ltd, Newmarket Securities Ltd, Philip and Pamela Briggs.

Declaration

I, Steven Grozev, declare 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.