



# Wesfarmers Limited

ABN 28 008 984 049

5 November 2007

The Manager  
Company Announcements Office  
Australian Securities Exchange

Dear Sir

**APPENDIX 3B – ORDINARY SHARES**  
**APPENDIX 3B – PARTIALLY PROTECTED SHARES**

Please find attached an Appendix 3B in relation to the Ordinary Shares and an Appendix 3B in relation to the Partially Protected Shares that will be issued by Wesfarmers Limited as part of the consideration for the acquisition of shares in Coles Group Limited (ABN 11 004 089 936) (“Coles”) pursuant to a Scheme of Arrangement between Coles and its shareholders (the “Scheme”).

The issue of shares is subject to approval and implementation of the Scheme. Further details regarding the Scheme are set out in the Scheme Booklet dated 27 September 2007.

Yours faithfully

L J KENYON  
COMPANY SECRETARY

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## Appendix 3B

### New issue announcement, application for quotation of additional securities and agreement

*Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.*

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003, 24/10/2005.

Name of entity

WESFARMERS LIMITED

ABN

28 008 984 049

We (the entity) give ASX the following information.

#### Part 1 - All issues

*You must complete the relevant sections (attach sheets if there is not enough space).*

- |   |  |  |
|---|--|--|
| 1 | +Class of +securities issued or to be issued   | Fully paid ordinary shares   |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued  | Approximately 153,800,000 (subject to adjustment to account for the impact of rounding). |
| 3 | Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | Fully paid ordinary shares   |

+ See chapter 19 for defined terms.

**Appendix 3B**  
**New issue announcement**

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<p>4 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"><li>• the date from which they do</li><li>• the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment</li><li>• the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment</li></ul>	<p>Yes</p>
<p>5 Issue price or consideration</p>	<p>Pursuant to the Scheme Booklet dated 27 September 2007 (<i>Scheme Booklet</i>), for each CGJ ordinary share held, CGJ shareholders will receive:</p> <ul style="list-style-type: none"><li>• \$4.00 cash;</li><li>• 0.14215 Wesfarmers ordinary shares; and</li><li>• 0.14215 Wesfarmers partially protected ordinary shares,</li></ul> <p>subject to adjustment for those shareholders participating in mix and match (described in section 5.7 of the Scheme Booklet).</p>
<p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>Shares issued pursuant to the Scheme of Arrangement between CGJ and its ordinary shareholders (the <i>Scheme</i>), as set out in the Scheme Booklet. The issue of shares is subject to approval and implementation of the Scheme.</p>
<p>7 Dates of entering +securities into uncertificated holdings or despatch of certificates</p>	<p>30 November 2007</p>

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+ See chapter 19 for defined terms.

	Number	+Class
8 Number and +class of all +securities quoted on ASX (including the securities in clause 2 if applicable)	Approximately 541,900,000	Fully paid ordinary shares
	Approximately 153,800,000 (including shares issued pursuant to the Appendix 3B dated 2 November 2007).	Fully paid partially protected ordinary shares

	Number	+Class
9 Number and +class of all +securities not quoted on ASX (including the securities in clause 2 if applicable)	Nil	

10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	The shares will be entitled to all distributions on fully paid ordinary shares after the date of allotment.
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## Part 2 - Bonus issue or pro rata issue

- |   |  |
|---|--|
| 11 Is security holder approval required?  |  |
| 12 Is the issue renounceable or non-renounceable?   |  |
| 13 Ratio in which the +securities will be offered   |  |
| 14 +Class of +securities to which the offer relates   |  |
| 15 +Record date to determine entitlements   |  |
| 16 Will holdings on different registers (or subregisters) be aggregated for calculating entitlements? |  |
| 17 Policy for deciding entitlements in relation to fractions  |  |

+ See chapter 19 for defined terms.

**Appendix 3B**  
**New issue announcement**

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- 18 Names of countries in which the entity has +security holders who will not be sent new issue documents  
Note: Security holders must be told how their entitlements are to be dealt with.  
Cross reference: rule 7.7.
- 19 Closing date for receipt of acceptances or renunciations
- 20 Names of any underwriters
- 21 Amount of any underwriting fee or commission
- 22 Names of any brokers to the issue
- 23 Fee or commission payable to the broker to the issue
- 24 Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders
- 25 If the issue is contingent on +security holders' approval, the date of the meeting
- 26 Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled
- 27 If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders
- 28 Date rights trading will begin (if applicable)
- 29 Date rights trading will end (if applicable)

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+ See chapter 19 for defined terms.

- 30 How do +security holders sell their entitlements *in full* through a broker?
- 31 How do +security holders sell *part* of their entitlements through a broker and accept for the balance?
- 32 How do +security holders dispose of their entitlements (except by sale through a broker)?
- 33 +Despatch date

### Part 3 - Quotation of securities

*You need only complete this section if you are applying for quotation of securities*

34 Type of securities  
(tick one)

(a)  Securities described in Part 1

(b)  All other securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

### Entities that have ticked box 34(a)

#### Additional securities forming a new class of securities

*Tick to indicate you are providing the information or documents*

35  If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders

36  If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories  
1 - 1,000  
1,001 - 5,000  
5,001 - 10,000  
10,001 - 100,000  
100,001 and over

37  A copy of any trust deed for the additional +securities

+ See chapter 19 for defined terms.

**Entities that have ticked box 34(b)**

38 Number of securities for which  
 +quotation is sought

39 Class of +securities for which  
 quotation is sought

40 Do the +securities rank equally in all  
 respects from the date of allotment  
 with an existing +class of quoted  
 +securities?

If the additional securities do not  
 rank equally, please state:

- the date from which they do
- the extent to which they  
 participate for the next dividend,  
 (in the case of a trust,  
 distribution) or interest payment
- the extent to which they do not  
 rank equally, other than in  
 relation to the next dividend,  
 distribution or interest payment

41 Reason for request for quotation  
 now

Example: In the case of restricted securities, end of  
 restriction period

(if issued upon conversion of  
 another security, clearly identify that  
 other security)

	Number	+Class
42 Number and +class of all +securities quoted on ASX (including the securities in clause 38)		

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+ See chapter 19 for defined terms.

**Quotation agreement**

- 1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.
  
- 2 We warrant the following to ASX.
  - The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
  - There is no reason why those +securities should not be granted +quotation.
  - An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.  
Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty
  - Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
  - If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.
  
- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.
  
- 4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here:

.....  
(Director/Company secretary)

Date: 5/11/07

Print name:

LINDA JAYNE KENYON

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## Appendix 3B

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| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued  | Approximately 153,800,000 (subject to adjustment to account for the impact of rounding).    |
| 3 | Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | Fully paid partially protected ordinary shares (as set out in the attached Terms of Issue). |

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**New issue announcement**

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<p>4 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"><li>• the date from which they do</li><li>• the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment</li><li>• the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment</li></ul>	<p>Yes. Fully paid partially protected ordinary shares rank equally with fully paid ordinary shares.</p>
<p>5 Issue price or consideration</p>	<p>Pursuant to the Scheme Booklet dated 27 September 2007 (<i>Scheme Booklet</i>), for each CGJ ordinary share held, CGJ shareholders will receive:</p> <ul style="list-style-type: none"><li>• \$4.00 cash;</li><li>• 0.14215 Wesfarmers ordinary shares; and</li><li>• 0.14215 Wesfarmers partially protected ordinary shares,</li></ul> <p>subject to adjustment for those shareholders participating in mix and match (described in section 5.7 of the Scheme Booklet).</p>
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**New issue announcement**

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Example: In the case of restricted securities, end of  
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	Number	+Class
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**Quotation agreement**

1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.

2 We warrant the following to ASX.

- The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
- There is no reason why those +securities should not be granted +quotation.
- An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
- If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.

3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.

4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here:

  
.....  
(Director/Company secretary)

Date: 5/11/07

Print name: LINDA JAYNE KENYON

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+ See chapter 19 for defined terms.

# Partially Protected Shares

## Terms of Issue

### 1. General

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- (a) Each Partially Protected Share is a share in the capital of Wesfarmers and is issued on the terms set out in these Terms of Issue. Partially Protected Shares constitute a class of ordinary shares in the share capital of Wesfarmers.
- (b) Each Partially Protected Share will be issued by Wesfarmers fully paid as part of the consideration for the acquisition of shares in Coles Group Limited (ABN 11 004 089 936) (**Coles**) pursuant to a scheme of arrangement between Coles and its shareholders.
- (c) Subject to these Terms of Issue, each Partially Protected Share confers rights on a Partially Protected Shareholder that are the same in all respects to those conferred by an Ordinary Share on an Ordinary Shareholder on an equal basis, including but not limited to, any right:
  - (i) to vote at a general meeting of Wesfarmers (both on a show of hands and on a poll);
  - (ii) to receive dividends;
  - (iii) to participate in surplus assets and profits on a winding up;
  - (iv) to repayment of capital; and
  - (v) to receive accounts, reports and notice of meetings of the company and to attend any general meetings of Wesfarmers.
- (d) Each Partially Protected Share ranks equally with each other Partially Protected Share and each Ordinary Share.

### 2. Reclassification and Bonus Issue following the Lapse Date

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- (a) Within six months after the Lapse Date, Wesfarmers must issue a Lapse Notice to all Partially Protected Shareholders. If Wesfarmers does not issue a Lapse Notice during that time, then for the purposes of this clause 2, Wesfarmers will be taken to have issued a Lapse Notice to all Partially Protected Shareholders on the date that is six months after the Lapse Date and the date of the Lapse Notice will be taken to be six months after the Lapse Date.
- (b) A Lapse Notice given by Wesfarmers under paragraph (a) above may include any information that Wesfarmers considers necessary to effect the Reclassification and the Bonus Issue in an orderly manner and may be given to the Partially Protected Shareholders by Wesfarmers publishing the notice on its website and announcing the publication of the notice to ASX.



- (c) On a date determined by Wesfarmers (which will be within 20 Business Days of issuing the Lapse Notice):
- (i) each Partially Protected Share will be reclassified into one Ordinary Share; and
  - (ii) subject to clause 8, each Partially Protected Shareholder will be issued an additional number of Ordinary Shares for each Partially Protected Share held on that date, in accordance with the following:
    - (A) if the M VWAP is equal to or more than the Cap Price, no additional Ordinary Shares;
    - (B) if the M VWAP is equal to or less than the Floor Price, 0.25 Ordinary Shares; and
    - (C) if the M VWAP is between the Floor Price and the Cap Price, the number of Ordinary Shares calculated (to four decimal places) using the following formula:
 
$$\frac{\text{Cap Price}}{\text{M VWAP}} - 1$$
- where:
- M VWAP** means the VWAP for the period of two months immediately preceding, but not including, the date of the Lapse Notice.
- (d) Where the total number of Ordinary Shares that a Partially Protected Shareholder is entitled to be issued under paragraph (c) above includes a fraction, that fraction will be disregarded.
- (e) This clause 2 applies only to the extent the Partially Protected Shares have not been Reclassified into Ordinary Shares in accordance with clauses 4, 5 or 6.

### 3. Extension of Lapse Date

- 
- (a) If the average of the ASX/S&P 200 Industrial Index at the close of trading for each trading day during the two month period before the Lapse Date is less than 6500, then Wesfarmers may, by giving notice to the Partially Protected Shareholders in accordance with paragraph (b) below, extend the Lapse Date for a further period of 12 calendar months. For the avoidance of doubt, once such a notice is given, no further notice may be given under this clause unless this clause becomes operative as at the new Lapse Date.
  - (b) Partially Protected Shareholders acknowledge that any notice given by Wesfarmers under paragraph (a) may be given to them by Wesfarmers publishing the notice on its website and announcing the publication of the notice to ASX.
  - (c) Wesfarmers may exercise the right to extend the Lapse Date under this clause 3 no more than four times.

#### 4. **Reclassification at Election of Holder**

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- (a) A Partially Protected Shareholder may at any time provide written notice (a **Holder Election Notice**) to Wesfarmers under which the Partially Protected Shareholder elects to have all or part of the Partially Protected Shares that they hold Reclassified into an equal number of Ordinary Shares in accordance with this clause 4.
  - (b) On the Holder Reclassification Date, the Partially Protected Share which the Partially Protected Shareholder who provided the notice has elected to Reclassify (as determined by reference to the Register) shall be Reclassified into Ordinary Shares on a one for one basis, and the Partially Protected Shareholder shall be removed from the Register in respect of that number of Partially Protected Shares and entered into the register of Ordinary Shareholders in respect of an equal number of Ordinary Shares. The Partially Protected Shareholder will not be entitled to be issued with any additional Ordinary Shares in respect of the Partially Protected Share.
  - (c) Subject to paragraph (d) below, the Partially Protected Shareholder Reclassification Date will be the last Business Day of the calendar month in which a valid Holder Election Notice is received by Wesfarmers unless the Holder Election Notice is received within the last 10 Business Days of the calendar month, in which case, it will be the last Business Day of the following calendar month.
  - (d) If the Holder Reclassification Date would, but for this paragraph, occur during a Block-out Period, then the Holder Reclassification Date will be deferred to the last Business Day of the calendar month following the month in which the Block-out Period ends.
  - (e) In order to be valid, a Holder Election Notice must:
    - (i) be signed by the Partially Protected Shareholder, or where Partially Protected Shares are held jointly, by each joint Partially Protected Shareholder in respect of that Partially Protected Share;
    - (ii) clearly state the number of their Partially Protected Shares the Partially Protected Shareholder wishes to have Reclassified into Ordinary Shares. If the Partially Protected Shareholder does not clearly state the number of their Partially Protected Shares the Partially Protected Shareholder wishes to Reclassify, the Partially Protected Shareholder will be taken to have elected to have all their Partially Protected Shares Reclassified; and
    - (iii) be received by Wesfarmers at its registered office (or other office nominated by Wesfarmers) or at the office of the registrar of Partially Protected Shareholders.
- Wesfarmers will make a form of Holder Election Notice available to Partially Protected Shareholders.
- (f) A valid Holder Election Notice, once received by Wesfarmers, is irrevocable.

## 5. Reclassification and Bonus Issue at Election of Wesfarmers

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- (a) Wesfarmers may at any time issue a notice (**Wesfarmers Election Notice**) to all Partially Protected Shareholders under which Wesfarmers can elect to Reclassify all (but not some only) Partially Protected Shares.
- (b) A Wesfarmers Election Notice given by Wesfarmers under paragraph (a) above may include any information that Wesfarmers considers necessary to effect Reclassification in an orderly manner and may be given to them by Wesfarmers publishing the notice on its website and announcing the publication of the notice to ASX.
- (c) On a date determined by Wesfarmers (which will be within 20 Business Days of issuing the Wesfarmers Election Notice):
  - (i) each Partially Protected Share will be reclassified into one Ordinary Share; and
  - (ii) subject to clause 8, each Partially Protected Shareholder will be issued an additional number of Ordinary Shares for each Partially Protected Share held on that date, in accordance with the following formula:

$$\frac{\text{Cap Price}}{\text{W VWAP}} - 1$$

where:

**W VWAP** means the VWAP for the period of two months immediately preceding, but not including, the date of the Wesfarmers Election Notice.

- (d) Where the total number of Ordinary Shares that a Partially Protected Shareholder is entitled to be issued under paragraph (c) above includes a fraction, that fraction will be disregarded.
- (e) This clause 5 applies only to the extent the Partially Protected Shares have not been Reclassified into Ordinary Shares in accordance with clauses 2, 4 or 6.

## 6. Early Lapse

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- (a) If the VWAP over any consecutive period of 20 Business Days exceeds the Cap Price at any time prior to the Lapse Date (the **Early Lapse Event**), then on the Early Lapse Reclassification Date each Partially Protected Share then on issue shall be Reclassified into one Ordinary Share, and Partially Protected Shareholders shall be removed from the Register in respect of that number of Partially Protected Shares and entered into the register of Ordinary Shareholders in respect of an equal number of Ordinary Shares. The Partially Protected Shareholder will not be entitled to be issued with any additional Ordinary Shares in respect of the Partially Protected Share.
- (b) Subject to paragraph (c) below, the Early Lapse Reclassification Date will be on the last Business Day of the calendar month in which Wesfarmers gives notice to

Partially Protected Shareholders that Partially Protected Shares will be Reclassified under this clause 6 by Wesfarmers publishing the notice on its website and announcing the publication of the notice to ASX. Wesfarmers will issue this notice as soon as practicable after it becomes aware of an Early Lapse Event.

- (c) If the Early Lapse Reclassification Date would, but for this paragraph, occur during a Block-out Period, then the Early Lapse Reclassification Date will be deferred to the last Business Day of the calendar month following the month in which the Block-out Period ends.

## 7. Adjustment to VWAP

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The calculation of VWAP will be subject to the following adjustments:

- (a) where, on some or all of the Business Days in respect of the period to which the VWAP relates (the **Reference Period**), Ordinary Shares have been quoted on ASX as *cum* dividend or *cum* any other distribution or entitlement and the Partially Protected Shares will Reclassify after the date those Ordinary Shares no longer carry that entitlement (**Ex Date**), then the VWAP on the Business Days on which those shares have been quoted *cum* dividend or *cum* entitlement shall be reduced by an amount (**Cum Value**) equal to:
  - (i) (in case of a dividend or other distribution), the amount of that dividend or distribution;
  - (ii) (in the case of an entitlement which is traded on ASX on any of those Business Days), the volume weighted average price of all such entitlements sold on ASX during the Reference Period on the Business Days on which those entitlements were traded; or
  - (iii) (in the case of an entitlement not traded on ASX during the Reference Period), the value of the entitlement as reasonably determined by the Directors; and
- (b) where, on some or all of the Business Days in the Reference Period, Ordinary Shares have been quoted ex dividend, ex distribution or ex entitlement, and the Partially Protected Shares will Reclassify into Ordinary Shares which would be entitled to receive the relevant dividend, distribution or entitlement, the VWAP on the Business Days on which those Ordinary Shares have been quoted ex dividend, ex distribution or ex entitlement shall be increased by the Cum Value.

## 8. Discretion with respect to Bonus Issues

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- (a) Wesfarmers is required to effect a Bonus Issue when required under these Terms of Issue, unless the Directors, at their sole discretion, decide not to effect the issue.
- (b) If the Directors exercise their discretion not to effect a Bonus Issue if otherwise due under clause 2(c)(ii) or clause 5(c)(ii) (as the case may be), Wesfarmers must not:

- (i) determine or pay interest, dividends or other distributions on any Equal Ranking Capital Securities or Junior Ranking Capital Securities; or
  - (ii) redeem, reduce capital on, cancel or acquire for any consideration any Equal Ranking Capital Securities or Junior Ranking Capital Securities,
- until the Bonus Issue is made to the holder of the Reclassified Ordinary Share to which the Bonus Issue relates.

## **9. Reclassification and Bonus Issue Generally**

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- (a) On Reclassification of a Partially Protected Share:
  - (i) all rights and restrictions conferred on the share pursuant to these Terms of Issue will no longer have any effect (except for any rights relating to any dividend, distribution or other entitlement accrued on or before the Reclassification Date, including under clause 8, which will subsist);
  - (ii) the terms on which such share will be on issue will be the terms of issue of an Ordinary Share; and
  - (iii) thenceforth such share will be an Ordinary Share, and the holder of such share will be an Ordinary Shareholder who will be conferred all the rights and obligations in respect of an Ordinary Share (other than in respect of any dividend, distribution or other entitlement that has accrued before the Reclassification Date in respect of other Ordinary Shares).
- (b) The variation of the status of, and the rights attaching to, a Partially Protected Share by way of Reclassification does not constitute redemption, cancellation or buy-back of a Partially Protected Share or an issue, allotment or creation of a new share.
- (c) Each Ordinary Share resulting from Reclassification and issued pursuant to a Bonus Issue will rank equally with all other Ordinary Shares then on issue and Wesfarmers will issue a statement that the holder of those shares holds a share so ranking.

## **10. Takeovers and schemes of arrangement**

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If a takeover bid is made for Ordinary Shares, acceptance of which is recommended by the Directors, or the Directors recommend a member's scheme of arrangement, the Directors will use reasonable endeavours to procure that equivalent takeover offers are made to Partially Protected Shareholders or that they participate in the scheme of arrangement.

## **11. Discretion to adjust terms in certain events**

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Where:

- (a) Ordinary Shares are reconstructed, consolidated, divided or reclassified into a lesser or greater number of securities;

- (b) Wesfarmers undertakes a bonus issue or rights issue in respect of Ordinary Shares, conducts a buy-back, cancellation or return of capital affecting Ordinary Shares, makes a distribution other than by the way of dividend in accordance with its usual policy or makes a pro rata offer to Ordinary Shareholders to subscribe for, or purchase, securities in any entity other than Wesfarmers; or
- (c) any other corporate action is undertaken by Wesfarmers that may have a diluting or concentrative effect on the value of the Ordinary Shares,

and the Directors determine that any such occurrence would, in the reasonable opinion of the Directors, affect the relative values of Partially Protected Shares and Ordinary Shares, the Directors may:

- (i) make such alterations to the Cap Price, Floor Price and/or any other term of these Terms of Issue as the Directors reasonably consider appropriate or necessary to maintain that relativity; and/or
- (ii) extend an entitlement to the Partially Protected Shareholders to participate in such distribution or pro rata offer based upon the number of Ordinary Shares to which those Partially Protected Shareholders would have been entitled if their Partially Protected Shares had been Reclassified on a date nominated by the Directors and adapting the formula in clause 2(c) as the Directors reasonably consider appropriate to maintain the relativity.

## **12. Quotation**

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Wesfarmers must use all reasonable endeavours to furnish all such documents as are reasonably necessary to apply, at its own expense, for quotation of Partially Protected Shares on ASX and of all Ordinary Shares which are on issue as a result of Reclassification or Bonus Issue on any stock exchange on which the other Ordinary Shares are quoted on the date of Reclassification or Bonus Issue.

## **13. Amendments to these Terms of Issue**

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### **13.1 Amendment without consent**

Subject to complying with all applicable laws, Wesfarmers may, without the authority, assent or approval of Partially Protected Shareholders, amend these Terms of Issue:

- (a) if Wesfarmers is of the opinion that the amendment is:
  - (i) of a formal, minor or technical nature;
  - (ii) made to cure any ambiguity;
  - (iii) made to correct any manifest error;
  - (iv) expedient for the purpose of enabling the Partially Protected Shares to be listed for quotation or to retain quotation on any stock exchange and it is otherwise not considered by Wesfarmers to be materially prejudicial to the interests of Partially Protected Shareholders as a whole;

- (v) necessary to comply with the provisions of any statute, the requirements of any statutory authority, the ASX Listing Rules or the listing or quotation requirements of any stock exchange on which the Partially Protected Shares are quoted; or
  - (vi) contemplated under clause 11;
- (b) generally, in any case where such amendment is considered by Wesfarmers not to be materially prejudicial to the interests of Partially Protected Shareholders as a whole.

### **13.2 Amendment with consent**

Without limiting clause 13.1, Wesfarmers may amend these Terms of Issue if the amendment has been approved in accordance with article 5 of the Constitution.

## **14. Interpretation**

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- (a) Unless the context otherwise requires, if there is any inconsistency between the provisions of these Terms of Issue, and the Constitution, then, to the maximum extent permitted by law, the provisions of these Terms of Issue will prevail.
- (b) Unless otherwise specified, the Directors may exercise all powers of Wesfarmers under these Terms of Issue that are not, by the Corporations Act or by the Constitution, required to be exercised by Wesfarmers in general meeting.
- (c) A reference to \$, dollars or cents in these Terms of Issue is a reference to Australian currency. A reference to time in these Terms of Issue is a reference to Perth, Western Australia, Australia time.
- (d) Unless otherwise specified, notices may be given by Wesfarmers to a Partially Protected Shareholder in the manner prescribed by the Constitution for the giving of notices to members of Wesfarmers and the relevant provisions of the Constitution apply with all necessary modification to notices to Partially Protected Shareholders.
- (e) Unless otherwise specified, a reference to a clause is a reference to a clause of these Terms of Issue.
- (f) If a calculation is required under these Terms of Issue, unless the contrary intention is expressed, the calculation will be rounded to four decimal places.
- (g) Calculations, elections and determinations made by Wesfarmers under these Terms of Issue are binding on Partially Protected Shareholders in the absence of manifest error.
- (h) Definitions and interpretation under the Constitution will also apply to these Terms of Issue subject to paragraph (a).
- (i) A reference to a statute, ordinance, code or other law includes regulations and other instruments under it and consolidations, amendments, re-enactments or replacements of any of them.

- (j) If an event under these Terms of Issue must occur on a stipulated day which is not a Business Day, then the stipulated day for that event will be taken to be the next Business Day.
- (k) A reference to the ASX/S&P200 Industrials Index includes, where that index ceases to exist, a reference to another index or successor index which Wesfarmers believes in good faith best replicates the parameters of the ASX/S&P200 Industrials Index.
- (l) The following words and expressions shall have the following meanings:

<b>ASX</b>	means ASX Limited (ABN 98 008 624 691).
<b>ASX Listing Rules</b>	means the listing rules of ASX from time to time with any modification or waivers in their application to Wesfarmers, which ASX may grant.
<b>ASX Market Rules</b>	means the operating rules of ASX from time to time.
<b>Block-out Period</b>	means the period commencing on the date that the Directors determine a dividend is payable on Ordinary Shares and ending on the date that the dividend is paid
<b>Bonus Issue</b>	means an issue of Ordinary Shares pursuant to clause 2(c)(ii) or 5(c)(ii).
<b>Business Day</b>	means a business day as defined in ASX Listing Rules.
<b>Cap Price</b>	means \$45.00, subject to adjustment in accordance with these Terms of Issue.
<b>Capital Securities</b>	means shares or any equity, hybrid or subordinated debt capital security (whether comprised of one or more instruments) issued by Wesfarmers or a member of the Group. <b>Capital Security</b> has the corresponding meaning.
<b>Constitution</b>	means the constitution of Wesfarmers as amended from time to time.
<b>Corporations Act</b>	means Corporations Act 2001 (Cth).
<b>Directors</b>	means some or all of the directors of Wesfarmers.
<b>Early Lapse Event</b>	has the meaning given in clause 6(a).
<b>Early Lapse Reclassification Date</b>	means the date on which a Partially Protected Share is Reclassified under clause 6.
<b>Equal Ranking Capital Securities</b>	means: (a) in the case of interest, dividend or other distribution, a Partially Protected Share, an Ordinary Share and any other Capital Security which ranks for payment of the interest, dividend or other distribution equally with Partially Protected Shares or Ordinary Shares; and (b) in the case of redemption, reduction of capital on, cancellation or acquisition, a Partially Protected Share, an Ordinary Share and any other Capital Security which ranks equally with Partially Protected Shares or Ordinary Shares for a return of capital if Wesfarmers is wound up.
<b>Floor Price</b>	means \$36.00, subject to adjustment in accordance with these Terms of Issue.
<b>Group</b>	means Wesfarmers and its controlled entities.
<b>Holder Reclassification Date</b>	means the date on which a Partially Protected Share is Reclassified at the election of the Partially Protected Shareholder under clause 4.



<b>Holder Election Notice</b>	means a notice given by a Partially Protected Shareholder to Wesfarmers under clause 4.
<b>Issue Date</b>	means the date on which Partially Protected Shares are issued in accordance with the Coles Scheme.
<b>Junior Ranking Capital Securities</b>	means: (a) in the case of interest, dividend or other distribution, a Capital Security which ranks for payment of the interest, dividend or other distribution behind Partially Protected Shares or Ordinary Shares; and (b) in the case of redemption, reduction of capital on, cancellation or acquisition, a Capital Security which ranks behind Partially Protected Shares or Ordinary Shares for a return of capital if Wesfarmers is wound up.
<b>Lapse Date</b>	means the date four years from the Issue Date unless extended in accordance with clause 3.
<b>Lapse Notice</b>	means the notice to be provided by Wesfarmers pursuant to clause 2(a).
<b>Ordinary Share</b>	means an ordinary share in the capital of Wesfarmers other than a Partially Protected Share.
<b>Ordinary Shareholder</b>	means a person whose name is for the time being registered as the holder of an Ordinary Share.
<b>Partially Protected Shareholder</b>	means a person entered on the Register as the holder of a Partially Protected Share.
<b>Partially Protected Shares</b>	means a share in the capital of Wesfarmers issued under these Terms of Issue.
<b>Reclassification</b>	has the meaning given in clauses 9(a) and 9(b), and <b>Reclassify</b> and <b>Reclassified</b> have a corresponding meaning.
<b>Reclassification Date</b>	in respect of particular Partially Protected Shares, means the date on which those Partially Protected Shares are Reclassified in accordance with these Terms of Issue.
<b>Register</b>	means the register of Partially Protected Shares maintained by Wesfarmers or its agent and includes any subregister established and maintained under the Clearing House Electronic Subregister System operated by ASX Settlement and Transfer Corporation Pty Limited (ABN 49 008 504 532).
<b>Special Resolution</b>	means a resolution passed at a separate meeting of Partially Protected Shareholders by at least 75% of the votes validly cast by Partially Protected Shareholders in person or by proxy and entitled to vote on the resolution.
<b>Terms of Issue</b>	means these terms of issue for Partially Protected Shareholder.
<b>VWAP</b>	means, subject to adjustment under clause 7, the volume weighted average sale price of Ordinary Shares sold on the ASX during normal trading in the relevant period or on the relevant days, but does not include any and all 'special' crossings, crossings prior to the commencement of normal trading, crossings during the after hours adjust phase, any other off-market trades, the exercise of options over the relevant securities or any trades which Wesfarmers decides (in its absolute discretion) to exclude on the basis that they are not representative of the general price at which Ordinary Shares traded on ASX on the Trading Day (as defined in the ASX Listing Rules) on which the trades took place.
<b>Wesfarmers</b>	means Wesfarmers Limited (ABN 28 008 984 049)

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**Wesfarmers  
Reclassification  
Date** means the date on which a Partially Protected Share is Reclassified at the election of Wesfarmers under clause 5.

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**Wesfarmers  
Election Notice** means a notice given by Wesfarmers under clause 5.

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