

**ASX RELEASE
12 MAY 2016**

NOTICE OF DISCONTINUANCE OF SHAREHOLDERS DISCOUNT SCHEME

International water treatment and swimming pool equipment manufacturer and distributor Waterco Ltd (ASX: WAT) would like to inform its shareholders that its shareholders' discount scheme will expire on 30 June 2016. The shareholders' discount scheme will be discontinued effective from 1 July 2016 until further notice.

About Waterco Ltd – www.waterco.com

Established in 1981 and listed on the ASX in 1989, Waterco (ASX: WAT) manufactures and distributes a diverse range of products for the international swimming pool and water treatment markets. Waterco is also the franchisor of Swimart, Australia and New Zealand's largest network of pool and spa retail outlets, and is also the distributor of Zane Pool Heating solutions via a network of Australian dealerships.

Waterco delivers high quality, innovative products at exceptional value in over 40 countries. This includes a comprehensive range of swimming pool & spa equipment and chemicals as well as domestic and industrial water treatment equipment. The company's head office is in Sydney, Australia with international offices, manufacturing plants and warehouses located in Australia, New Zealand, Malaysia, Indonesia, Singapore, China, US, Canada, France and the UK.

For further information, please contact:

Soon Sinn Goh – CEO Waterco Ltd
612 9898 8600

Lisa Llewellyn – Principal, Llewellyn Communications
0419 401 362