

Alexon Group plc

B share scheme - taxation of chargeable gains

Shareholders who elect to have their B shares redeemed must apportion part of the base cost of their Ordinary 10p shares originally purchased to the B shares. This proportion is $300/1291^{\text{ths}}$ of the original cost of the Ordinary 10p shares. The remaining proportion, $991/1291^{\text{ths}}$, is the base cost of the new 12.5p Ordinary shares.

For example :

Cost per share of original 10p Ordinary shares: 150p

Base cost apportioned to B shares:

$300/1291 \times 150\text{p} = 34.86\text{p per share}$

Base cost apportioned to new 12.5p Ordinary shares:

$991/1291 \times 150\text{p} = 115.14\text{p per share}$