



NZ RegCo
NZ'S LISTED
MARKET REGULATOR

Practice Note

Dividend Reinvestment Plans

Applies to Rules as at: January 2025
Published September 2025

Summary

This Practice Note outlines information in relation to dividend reinvestment plans

Relevant NZX Listing Rules: 4.8

Under Rule 9.15.1 of the NZX Listing Rules (**Rules**), NZX Limited (**NZX**) may act by and through NZX Regulation Limited (**NZ RegCo**) in performing any function or discharging any power set out in the Rules. References in this Guidance Note to NZX therefore also include NZ RegCo in relation to any regulatory activity or discretion.

A Dividend Reinvestment Plan (DRP) is a program that allows shareholders to automatically reinvest their cash dividends into additional shares of the issuing company, rather than receiving the dividends in cash.

An issuer may issue Equity Securities if the issue is made in lieu of dividends or as part of a DRP that, if taken up in full by all holders, would not affect the proportionate voting or distribution rights of each holder (except in relation to certain overseas jurisdictions, and subject to rounding).

The last date an Equity Security holder can elect to participate in a DRP must be at least 1 Business Day after the Record Date for the dividend payment.

Allotment of DRP securities must be the same day that dividends are paid to those who do not participate in the DRP.

The template Distribution Notice requires disclosure about DRP matters -

<https://map.nzx.com/static/forms/>

If you have any questions please contact NZ RegCo at issuer@nzregco.com

Practice Notes are not intended to be a definitive statement of the application of the rules in every situation and are only a guide to NZX's policy and practice. This Practice Note does not limit NZX's discretion under the rules. NZX takes no responsibility for any error contained in the Practice Note. NZX may replace Practice Notes at any time.