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THIS LETTER IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION

If you are in any doubt about the contents of this letter and the action you should take, you are recommended to seek your own independent financial advice from your stockbroker, bank manager, solicitor or independent financial adviser duly authorised under the Financial Services and Markets Act 2000 (as amended) if you are in the United Kingdom or, if not, from another appropriately authorised independent financial adviser.

If you have sold or transferred all your ordinary shares in The Lakes Distillery Company plc, please send this document at once to the purchaser or transferee or to the stockbroker, bank or other agent through whom the sale or transfer was effected for delivery to the purchaser or the transferee. However, this letter should not be sent to any jurisdiction where to do so might constitute a violation of local securities laws or regulations. If you sell or have sold or otherwise transferred only part of your holding of shares in The Lakes Distillery Company plc, you should retain these documents and contact the stockbroker, bank or other agent through whom the sale or transfer was effected.

2 April 2024

To shareholders in The Lakes Distillery Company plc for information purposes only and persons with information rights

Dear Sir/Madam,

Recommended cash acquisition of The Lakes Distillery Company plc by Nyetimber Wines and Spirits Group Limited

I refer to the announcement released to the London Stock Exchange on 2 April 2024 (**Announcement**) in which the boards of The Lakes Distillery Company plc (**Company**) and Nyetimber Wines and Spirits Group Limited (**Nyetimber**) announced the terms of a recommended cash offer by Nyetimber to acquire the entire issued, and to be issued, ordinary share capital of the Company (**Acquisition**), to be effected by means of a court sanctioned scheme of arrangement under Part 26 of the UK Companies Act 2006.

Rule 2.11 of the City Code on Takeovers and Mergers (Takeover Code)

In accordance with Rule 2.11(b)(i) of the Code, we direct you to a copy of the Announcement (which was made pursuant to Rule 2.7 of the Code) which is readily available for you to view and read on the Company's website at <https://lakesdistillery.com/proposed-acquisition> along with a copy of this letter. Any information incorporated by reference into the Announcement (if any) will also be available at that address. For the avoidance of doubt, the content of the Company's website is not incorporated into, and does not form part of, this letter.

The attention of all shareholders in the Company, in particular shareholders holding a direct or indirect interest of 1 per cent. or more in the shares of the Company, is drawn to the disclosure requirements under Rule 8 of the Takeover Code (summarised below).

LakesDistillery.com

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The Lakes Distillery Company plc Reg No. 7769363 VAT No. 122 6122 61



This document is not a summary of the Announcement or the terms of the Acquisition and should not be regarded as a substitute for reading the Announcement in full. The Company is now in what is known as an “offer period” under the Takeover Code.

The formal documentation providing further information about the Acquisition will be posted to you in due course, subject to the restrictions on distribution described in the Announcement. Shareholders need take no action at this time.

In accordance with Rule 26.1 of the Code, the full text of this letter and all other announcements, information and documents published in relation to the Announcement will be available during the course of the offer period on the Company’s website at <https://lakesdistillery.com/proposed-acquisition>. For the avoidance of doubt, the content of the Company’s website is not incorporated into, and does not form part of, this letter.

Directors’ responsibility statement

The directors of the Company accept responsibility for the information contained in this letter (including any expressions of opinion). To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure that such is the case) the information contained in this letter is in accordance with the facts and does not omit anything likely to affect the import of such information.

Please be aware that addresses, electronic addresses and certain other information provided by you for the receipt of communications from the Company may be provided to Nyetimber during the offer period as required under the Code.

Shareholder Helpline

If you have any questions in relation to the Acquisition please contact Georgeson, a trading name of Computershare Investor Services PLC, on +44 (0) 330 229 5931 between the hours of 9.00 a.m. and 5.00 p.m. Monday to Friday.

Please note, that for legal reasons, Georgeson will only be able to provide you with information contained in this announcement and will be unable to give advice on the merits of the Acquisition or to provide legal, financial or taxation advice on the contents of this announcement or the Acquisition.

Yours faithfully

Timothy Farazmand
Chairman



Important Information

Right to request hard copies

You may request a hard copy of the Announcement by contacting Finn Gordon at Singer Capital Markets on telephone number +44 20 7496 3000 between 9.00 a.m. and 5.00 p.m., Monday to Friday (excluding public holidays) or in writing at Project.Fortify@singercm.com. For persons who receive a copy of the Announcement in electronic form or via a website notification, a hard copy of the Announcement will not be sent unless so requested. Such persons may also request that all future documents, announcements and information to be sent to them in relation to the Acquisition should be in hard copy form.

Disclosure under the Code

Under Rule 8.3(a) of the Code, any person who is interested in 1 per cent. or more of any class of relevant securities of an offeree company or of any securities exchange offeror (being any offeror other than an offeror in respect of which it has been announced that its offer is, or is likely to be, solely in cash) must make an Opening Position Disclosure following the commencement of the offer period and, if later, following the announcement in which any securities exchange offeror is first identified.

An Opening Position Disclosure must contain details of the person's interests and short positions in, and rights to subscribe for, any relevant securities of each of (i) the offeree company and (ii) any securities exchange offeror(s). An Opening Position Disclosure by a person to whom Rule 8.3(a) of the Code applies must be made by no later than 3.30 p.m. (London time) on the 10th business day following the commencement of the offer period and, if appropriate, by no later than 3.30 p.m. (London time) on the 10th business day following the announcement in which any securities exchange offeror is first identified. Relevant persons who deal in the relevant securities of the offeree company or of a securities exchange offeror prior to the deadline for making an Opening Position Disclosure must instead make a Dealing Disclosure.

Under Rule 8.3(b) of the Code, any person who is, or becomes, interested in 1 per cent. or more of any class of relevant securities of the offeree company or of any securities exchange offeror must make a Dealing Disclosure if the person deals in any relevant securities of the offeree company or of any securities exchange offeror. A Dealing Disclosure must contain details of the dealing concerned and of the person's interests and short positions in, and rights to subscribe for, any relevant securities of each of (i) the offeree company and (ii) any securities exchange offeror, save to the extent that these details have previously been disclosed under Rule 8 of the Code. A Dealing Disclosure by a person to whom Rule 8.3(b) of the Code applies must be made by no later than 3.30 p.m. (London time) on the business day following the date of the relevant dealing.

If two or more persons act together pursuant to an agreement or understanding, whether formal or informal, to acquire or control an interest in relevant securities of an offeree company or a securities exchange offeror, they will be deemed to be a single person for the purpose of Rule 8.3 of the Code. Opening Position Disclosures must also be made by the offeree company and by any offeror and Dealing Disclosures must also be made by the offeree company, by any offeror and by any persons acting in concert with any of them (see Rules 8.1, 8.2 and 8.4 of the Code).

Details of the offeree and offeror companies in respect of whose relevant securities Opening Position Disclosures and Dealing Disclosures must be made can be found in the Disclosure Table on the Takeover Panel's website at www.thetakeoverpanel.org.uk, including details of the number of relevant securities in issue, when the offer period commenced and when any offeror was first identified. If you are in any doubt as to whether you are required to make an Opening Position Disclosure or a Dealing Disclosure, you should contact the Panel's Market Surveillance Unit on +44 (0)20 7638 0129.



Takeover Code dispensation

The Panel has granted a dispensation from the requirements in Note 3 on Rule 8 of the Takeover Code that disclosures made under Rule 8 of the Takeover Code must be made via an RIS. Therefore, any Opening Position Disclosures and Dealing Disclosures required under Rule 8 of the Takeover Code may be made to the Company by email to investors@lakesdistillery.com and will be published on the Company's website at <https://lakesdistillery.com/proposed-acquisition>. A copy must also be sent to the Panel's Market Surveillance Unit by email (monitoring@disclosure.org.uk).