

Press Release

1 July 2013

Shanks launches bond issue to retail investors in Belgium and Luxembourg

Shanks Group plc ('Shanks' or 'the Group'), a leading international sustainable waste management business, launches six year bonds to raise up to €100m (the "Bonds"). This will be the second time that Shanks has issued bonds to retail investors in Belgium and the Grand Duchy of Luxembourg.

The Bonds will carry a gross coupon of 4.23%, payable annually for a period of six years from 30 July 2013. The redemption on maturity, expected to be 30 July 2019, will be at 100% of the nominal amount of the Bonds. Based on the issue price set at 101.875%, the annual gross yield is 3.874%.

The Bonds are available in denominations of €1,000 and will be listed on the main market of the London Stock Exchange. The joint lead managers for the transaction are BNP Paribas Fortis and KBC (the "Joint Lead Managers").

The subscription period will run from 9am CET on 3 July 2013 and is expected to close on 24 July 2013 at 4pm CET. Shanks retains the right to close the subscription period early, in conjunction with the Joint Lead Managers.

The issue significantly extends the maturity of the Group's funding. At 31 March 2013, Shanks core net debt was £177m, denominated predominantly in Euro and comprising €18m of Private Placement notes due September 2013 and €40m of Private Placement notes due April 2018, the existing €100m of Retail Bonds due October 2015 and drawings on a €200m bank facility which expires in June 2015.

To view the Prospectus dated 27 June 2013 (which includes the risk factors associated with the investment in the Bonds) please paste the following URL into the address bar of your browser:

http://www.rns-pdf.londonstockexchange.com/rns/07511_-2013-6-27.pdf

A copy of the Prospectus is also available for inspection at the National Storage Mechanism (www.morningstar.co.uk/uk/NSM)

Potential investors in the Bonds must themselves assess, with their own advisors if necessary, whether the Bonds are suitable for them, considering their personal income and financial

situation. In case of any doubt about the risk involved in purchasing the Bonds, investors should abstain from investing in the Bonds. The holder of any Bond bears the risk of losing some or all of his invested capital in any case of default by the issuer and the guarantors. Other risk factors are described in the Prospectus.

Toby Woolrych, Group Finance Director of Shanks Group plc, commented:

“Shanks is delighted to be launching our second retail bond offering to investors in Belgium and Luxembourg, following the successful issue of our 2010 bond, with the retail debt market in this region able to contribute to our overall capital structure. Shanks has existing waste management operations in Wallonia, Flanders and Brussels.”

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Notes to editors

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Shanks Group plc is a leading international sustainable waste management business. We meet the growing need to manage waste without damaging the environment. Our solutions reduce greenhouse gas emissions, recycle natural resources and limit fossil fuel dependency.

Shanks uses a range of sustainable and cost-effective technologies to make valuable products from what is thrown away and generate increasing returns for shareholders. We produce green energy, recovered fuel, recycled commodities and organic fertiliser.

Shanks operates in four divisions that reflect our markets: Solid, Hazardous, Organics and UK Municipal. It has operations in the Netherlands, Belgium, UK and Canada and employs around 4,000 people.

In its target markets, the Group is at the forefront in providing sustainable waste management solutions for both the public and private sectors.

For more information, visit: www.shanksplc.com