

Media Release



Announcement from Murray Goulburn

25 November 2013

Murray Goulburn Co-operative Co. Limited (Murray Goulburn) notes this morning's announcement by Warrnambool Cheese and Butter Factory Company Holdings Limited (WCB) in relation to the amendment of the terms of Saputo Inc.'s (Saputo) previously announced offer to acquire all of the shares of WCB for \$9.00 cash per share.

The amended terms involve Saputo increasing the offer consideration to \$9.20 cash per share if Saputo achieves a relevant interest in WCB shares of greater than 50% during the offer period. The amended offer also includes a revoking of WCB's previously announced intention to declare fully franked special dividends of up to \$1.31 per share subject to Saputo achieving certain ownership thresholds in WCB.

Murray Goulburn believes that the amended terms represent **a reduction in the implied value of Saputo's offer to certain WCB shareholders**, given that the previously announced franking credit benefit of \$0.56 per share will no longer be available as a result of the removal of the special dividend component of Saputo's offer.

Murray Goulburn also notes that Saputo have not declared their offer 'best and final' and have reserved their right to extend the closing date of their offer. As such, we urge WCB shareholders not to rush their decision to sell their WCB shares.

Murray Goulburn believes its own \$9.00 cash per share offer continues to represent compelling value for WCB shareholders, is simple and straightforward, and delivers an Australian-owned and operated company with the scale, capacity, strength and momentum to service global growth opportunities.

Murray Goulburn Chairman Philip Tracy, Managing Director Gary Helou, local Murray Goulburn directors and Murray Goulburn executives are holding public meetings in Warrnambool and Mt Gambier tomorrow and Wednesday (26 & 27 November).

"We look forward to discussing our plans for a stronger dairy industry with WCB shareholders and suppliers and members of the local communities," Mr Helou said.

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Murray Goulburn and WCB Shareholders

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A copy of this release is available at www.mgc.com.au



About Murray Goulburn

Murray Goulburn is Australia's largest dairy food company. Each year it receives and manufactures approximately 3.2 billion litres or one third of Australia's milk and generates sales revenue in excess of \$2.4 billion. Murray Goulburn was formed in 1950 and remains 100% dairy farmer controlled, with over 2,400 farmer-shareholders and more than 2000 employees. Murray Goulburn is also Australia's largest dairy food exporter to the major markets of Asia, the Middle East and North Africa, and the Americas. Murray Goulburn produces a range of ingredient and nutritional products, supplies the food service industries globally and its flagship Devondale brand is sold nationally.