

Media release



17 December 2014

MG maintains \$6.00 per kilogram milk solids forecast and re-appoints Chairman and Deputy Chairman of the Board

Following today's Murray Goulburn Co-operative Co. Limited (MG) Board meeting, Australia's largest dairy foods company maintained its forecast milk price and re-elected its Chairman and Deputy Chairman of the Board.

Having considered the latest market settings, MG is maintaining its current farmgate price at the opening price and forecast level - at a weighted-average available milk price of \$6.00 per kilogram milk solids in its southern milk pool.

As always, this forecast is subject to changes in external factors such as global dairy prices and the Australian dollar.

MG Managing Director, Gary Helou said market conditions for key dairy ingredients have not significantly changed since the last update to its supplier/shareholders and remain weak due to growth in supply across major exporting countries and softening demand by the leading importers, namely China and Russia.

"MG continues to optimise its sales and marketing mix and reduce costs throughout the business to protect the opening price and our suppliers' interests," he said.

Also at today's meeting Directors of MG re-appointed Mr Philip Tracy as Chairman and Mr Ken Jones as Deputy Chairman for the next 12 months.

Phil and Ken were first elected as Chairman and Deputy Chairman respectively in 2011 and in this time they have led a period of transformation and growth for the co-operative.

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About Devondale Murray Goulburn (Murray Goulburn Co-operative Co. Limited - ABN 23 004 277 089)

Devondale Murray Goulburn is Australia's largest dairy foods company. In 2013/14 the company received approximately 3.4 billion litres or 37% of Australia's milk and generated sales revenue in excess of \$2.9 billion. Devondale Murray Goulburn was formed in 1950 and remains 100% dairy farmer controlled, with more than 2,500 farmer/shareholders and more than 2,400 employees. Devondale 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. Devondale Murray Goulburn produces a range of ingredient and nutritional products, supplies the food service industries globally and its flagship Devondale brand is sold nationally.