



4 October 2016

RE: Koroit nutritional plant

Dear Suppliers,

As you know it is our commitment to keep you informed on matters relating to Murray Goulburn directly, rather than through media or other third parties.

It has come to my attention that there is some speculation that Murray Goulburn has made a decision to not pursue our nutritional plant project at Koroit. I wish to advise that this is not the case. As we advised as part of our supplier presentations recently, we are revisiting all our capital projects to ensure that they are the most effective use of the capital that we have raised. It is with this in mind, that we are considering other potential locations for the nutritional plant to ensure that we have the most appropriate and cost effective location.

At this stage no final decision has been made. It is important to note that Koroit remains a critical centre for our operations and this review will not impact our current activities or workforce. We are also very mindful of the significant role Murray Goulburn plays in the communities in which it operates and the contribution that we make to regional Victoria.

I will continue to keep you updated on this development and further cost saving measures.

Yours sincerely,

David Mallinson
Chief Executive Officer (Interim)