



8 June 2017

Dear Supplier/Shareholder

2017 Supplier Director Elections – Call for Nominations

In 2017 we will hold an election for two Supplier Directors in the Northern supply region (**Northern Region**). The current Northern Region Supplier Directors will retire as follows:

- **Natalie Akers** – eligible to stand for re-election
- **Ken Jones** – ineligible to stand for re-election due to length of tenure
- **Graham Munzel** – ineligible to stand for re-election due to length of tenure

We will conduct the election in accordance with MG’s Procedure for the Election of Supplier Directors (available on the website at www.mgc.com.au/investor-centre/governance) which this year has been updated to remove the use of an externally chaired panel for candidate assessments.

Candidate assessment process

All candidates will be invited to take part in a voluntary candidate assessment process, should they wish to do so. This will assist the Board to identify and develop the best possible Supplier Director candidates and ensure the Board has the optimum skill, knowledge and experience needed to support MG’s objectives and strategy. For this process the Board has determined the key competencies set out below that are considered important for directors to possess.

Candidates will be invited to meet with the Board to discuss the role and responsibilities of Directors at MG, the time commitment involved and the relevant regulatory requirements. The Board will assess each participating candidate’s qualifications, capabilities and experience against each of the following competencies:

Key competency	Explanation
Industry knowledge	Strong understanding of the drivers of MG’s business and knowledge of dairy industry structures and pricing
Knowledge of directors’ responsibilities	Experience and an understanding of good corporate governance and the role of a director, including legal, ethical and fiduciary responsibilities
Strategic thinking	Experience in, or an understanding of, the development and review of strategy through constructive questioning and the ability to contribute to the effective decision-making of the Board
Finance and accounting	Understanding of MG’s financial reporting requirements, the ability to read and comprehend MG’s financial accounts and some understanding of corporate finance
Risk management	Experience in, or an understanding of, what is meant by organisational risk, and the role and responsibilities of directors in managing risk
Managing people and achieving change	Experience in people management and human resources at a senior level in an organisation
Commercial experience	Experience in and responsibility for driving significant value creation for a business or organisation, and demonstrable business acumen and instinct

The key competencies will also assist candidates to understand what is required to be a Director of MG. Candidates do not need to possess each key competency, and the Board will make an overall assessment of an individual's skills and experience. MG may also conduct credential, character and reference checks of candidates.

The Board will consider the information for each candidate who participated in the candidate assessment process and will provide candidates with the outcome of their assessment. Prior to the ballot process commencing the Board will also communicate the outcome to supplier/shareholders.

MG will hold meetings in the Northern Region in July for candidates to present themselves to supplier/shareholders, and to explain how their skills and experience meet MG's expected director key competencies. Supplier/shareholders will be able to meet and ask questions of the candidates.

Candidates will also be asked to provide a 1-2 page profile of their skills and experience against MG's director key competencies with their Nomination Form. These profiles will also be included in the ballot papers.

Timetable

Key dates for the 2017 Supplier Director Elections are as follows:

Date	Event
27 June	Closing date for nominations (including provision of 1-2 page candidate profile and CV)
30 June	Candidate assessment interviews (voluntary)
13 July	Northern Region supplier/shareholders advised of final candidates (with candidate profiles)
24 & 25 July	Northern Region meetings to present candidates
1 August	Ballot papers issued to Northern Region supplier/shareholders
23 August	Ballot closes at 5.00pm AEST
24 August	Letter sent to Northern Region supplier/shareholders advising ballot outcome

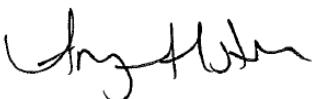
The full timetable and the Nomination Forms are available on our website at www.mgc.com.au/investor-centre/shareholders/shareholder-communications/ or by contacting Michelle Helms on (03) 9040 5000.

If a ballot of supplier/shareholders is required for the 2017 Supplier Director Elections, it will be conducted by Computershare Investor Services.

Supplier Director Rotation

As previously advised, MG will reduce the number of Supplier Directors on the Board from nine to seven this year. The Board intends to implement a rotation policy for future years.

Yours faithfully



Amy Alston
Company Secretary