



31 January 2018

Business update

Dear Suppliers,

I hope the New Year has started well for you all and that you had an enjoyable festive season. 2018 will no doubt be a significant year for Murray Goulburn and everyone associated with it, and I therefore wanted to update you on certain developments in this regard.

Rochester closure

Firstly, I would like to take this opportunity to recognise the people at the Rochester site that closes today. The team there should be extremely proud of the important contribution that they have made to MG. I would like to extend my sincere gratitude to them for their professionalism as they have worked through the phased closure over the past six months.

Local milk collection has been transferred to Cobram along with the manufacturing of numerous cheese products previously produced at the Rochester site. Whey powder production will be relocated to Leongatha.

Saputo transaction and half-year results

We continue to work with Saputo to progress towards completion of the Asset Sale, which includes obtaining all necessary approvals.

At the appropriate time, an Explanatory Memorandum will be sent to shareholders with relevant details of the transaction. This will include details of the Extraordinary General Meeting for shareholders to be able to vote on the proposed transaction. We expect the transaction to be completed in the first half of 2018.

Furthermore, our half-year results are scheduled to be announced on 7 February 2018.

While we have generally commenced a round of supplier meetings directly following our half-year results, due to the Saputo transaction, for cost and efficiency reasons, these meetings will take place after the distribution of the Explanatory Memorandum. This will provide shareholders with an opportunity to ask any questions in relation to this Explanatory Memorandum and the half-year results. We will provide further updates on these meetings once the timing is confirmed. In the meantime, if you have any questions about the half-year results, please email these to supplier.communications@mgc.com.au

Once again, thank you for your continued support. The MG board and management team remain committed to delivering the best outcome for all of our key stakeholders.

Kind regards,

Ari Mervis
Chief Executive Officer