



1 March 2018

ACCC Statement of issues on Saputo transaction

Dear Suppliers

The Australian Competition and Consumer Commission (ACCC) has today issued a Statement of Issues (SOI) in relation to the proposed sale of all of MG's operating assets and operating liabilities to Saputo Dairy Australia Pty Ltd (Asset Sale).

The ACCC has stated that their sole concern is in relation to MG's Koroit dairy plant, in particular the impact the proposed acquisition will have on competition for farmers' milk in south-west Victoria / south-east South Australia region. A full version of the ACCC's statement can be found [here](#).

The SOI is not a final decision by the ACCC, but rather its preliminary view. The ACCC will continue its review process and has announced 29 March 2018 as the anticipated date for its final decision. Saputo has advised MG that it is reviewing the SOI.

The successful completion of the Asset Sale remains MG's primary focus and we will continue to work closely with Saputo and the ACCC to be able to achieve completion. MG's preparations for seeking shareholder approval for the Asset Sale are otherwise well advanced. We expect to be able to issue an Explanatory Memorandum and Notice of Meeting convening an Extraordinary General Meeting (EGM) to consider the Asset Sale shortly after there is clarity around the ACCC process. We also plan to visit the regions to discuss the transaction ahead of the EGM.

Your board believes that a successful transaction with Saputo is the best outcome for MG's stakeholders and we have received support from suppliers and shareholders regarding the security and certainty this transaction will deliver. We will continue to update you as the transaction progresses.

Thank you as always for your ongoing support.

Yours sincerely

Ari Mervis
Chief Executive Officer