



NSX ANNOUNCEMENT

29 August 2018

SunRice welcomes RGA support for ASX Proposal and RMB statement

SunRice welcomes the Ricegrowers' Association of Australia's (RGA's) strong support for the ASX Proposal and encouragement for its grower members to vote on the proposal. The RGA released a statement supporting the ASX Proposal on 22 August - [RGA Media Release](#).

RGA considers that the ASX Proposal will enable SunRice to raise the capital required to implement its five-year growth strategy, which it considers is a key mechanism that will allow SunRice to deliver a more competitive price for rice growers, ensuring rice remains a viable option within farming systems and securing a successful future for the rice industry in the Riverina.

Commenting on the support for the ASX Proposal, Jeremy Morton, RGA's President, said:

"As you know, irrigation farming within the Riverina has been impacted by a number of external pressures over the last two decades. Like all businesses, our future sustainability and success is subject to our ability to adapt to the opportunities and challenges we face."

"We do not believe that what is being proposed changes the fundamental purpose of SunRice. Rather, we feel that this proposal enhances SunRice's ability to achieve its overarching purpose of receiving, processing and marketing rice, in order to achieve long-term improvement in both the returns for growers and the profitability of the company."

"Think about what the industry will likely look like in the short, medium and long term future and in particular how SunRice's five-year Growth Strategy will influence our farming systems, supply chains, infrastructure and, most importantly, our ability to continue to sell premium branded and value added products to the most discerning rice customers across the globe."

In addition to the RGA's statement of support for the ASX Proposal, the Rice Marketing Board of New South Wales (RMB), which is tasked with obtaining the best possible monetary return for ricegrowers in accordance with the NSW Government's vesting and export arrangements, has also released a statement regarding the ASX Proposal - [RMB Statement](#).

While RMB approval is not required for the ASX Proposal to proceed (pending the shareholder vote), it has found no reason to expect that the ASX Proposal would adversely impact on the current vesting arrangements.

SunRice welcomes the active interest that rice industry bodies and groups are taking in the ASX proposal and supports the RGA's request that growers review the information available to them, speak with their respective advisors, and participate in the vote for the SunRice ASX Proposal at the SunRice Annual General Meeting on 20 September 2018.

Investor Enquiries:

Matthew Gerber, Head of Corporate Affairs

+61 2 9268 2633

mgerber@sunrice.com.au

Sydney Office

Level 24, MLC Centre, 19 Martin Place, Sydney | NSW 2000

PO Box Q166 QVB Post Shop | NSW 1230

T +61 (0)2 9268 2000 | F +61 (0)2 8916 8360

Registered Office

NIP 37 Yanco Avenue Leeton | NSW 2705

Locked Bag 2 Leeton | NSW 2705

T +61 (0)2 6953 0411 | F +61 (0)2 8916 8350

www.sunrice.com.au

Ricegrowers Limited

ABN 55 007 481 156

trading as SunRice