



14 August 2019

## **Circular to Growers**

### **Repayment of the \$2 per tonne Deferred Cane Pay**

Under the terms of the transaction with Nordzucker AG, the first of the two repayments of the deferred cane pay will be completed this week.

The repayment will be processed in two separate payments of \$1/t for the 2017 crop and \$1/t for the 2018 crop. The final repayment of the balance will be made prior to 31 July 2020 and will be paid in the same way.

It is easiest to explain this by an example:

*If a grower supplied:  
8,000t in 2017 and 10,000t in 2018*

*Two payments will occur now, one for each crushing season:*

*\$1/t x 8,000t = \$8,000 payment  
\$1/t x 10,000 = \$10,000 payment*

*Then the same will occur again before 31 July 2020.*

Mackay Sugar will be paying the proceeds to the nominated bank account for the farm supplying cane for each of the 2017 and 2018 seasons. The payment will be made with no deductions for leases or lien payments to third parties normally deducted from the payments. Growers will need to make arrangements for these payments if applicable.

You will shortly receive two cane pay advices, one for each of the 2017 and 2018 seasons, and we intend to make the deposits on Friday this week (16 August 2019).

Regards,

Mark Day  
Executive Director and CEO