

18 September 2018

CIRCULAR TO GROWERS - Under 7 PRS payment review

Further to the Circular to Growers dated 6 June 2018.

At the start of the 2018 crushing season Management consulted with Canegrowers, ACFA and a number of the Individual Bargaining Representatives and reached agreement for the payment for under 7 PRS cane. The payment was to apply from the commencement of the season, with a review to take place once 50% of the cane for the season had been crushed.

Mackay Sugar has now crushed in excess of 50% of the expected 2018 crop and a review has taken place. Harvest figures show that around 85% of all standover cane has now been harvested. With the progress of the season it is important to have the standover cane and any frosted cane harvested and delivered to the mill as soon as possible, so that it can be removed in a timely manner. This will also reduce any impact on milling performance during the higher CCS periods and warmer weather.

Therefore we advise that the under 7 PRS payment regime will conclude on Friday 21 September 2018 at which stage we expect the harvest to have progressed to around 70% completed.

Yours faithfully,

Jason Walton

MANAGER - CANE SUPPLY and LOGISTICS