



The Rice Food Experts

17 March 2008

Dear Shareholder

Special General Meeting

The National Stock Exchange (NSX) Listing Rule 6.25(1) provides that SunRice cannot issue a number of new shares which would exceed 15% of its existing shares during a year without the approval of its Shareholders.

At the 2007 Annual General Meeting A Class Shareholders passed a resolution approving the issue of B Class Shares paid for by Rice Bonds or RMB Equity, so that the 15% limit under the Listing Rule, would not apply to the issue of shares paid for by the application of Rice Bonds or RMB Equity.

No approval was sought at that time in relation to shares subscribed for in cash, as there was no expectation that the 15% limit would be exceeded. However the 15% limit on the number of shares able to be issued for cash in the 12 month period, was exceeded under the Prospectus issued last October. The NSX have granted a waiver to this Rule for SunRice to be able to issue all of the shares applied for under the Prospectus.

It has therefore been determined that a Special General Meeting of A Class Shareholders is required to enable SunRice to seek the consent of A Class Shareholders to issue further shares for cash, under the Capital Raising Program, prior to December 2008.

If passed, the resolution will allow the Company to issue up to 5,127,133 B Class Shares (approximately 15% of the total number of shares on issue in the Company) for cash, without being subject to the limitations imposed by the Listing Rule.

The Board believes that it is in SunRice's interests to continue to build a stronger capital base and, for this reason, wants to encourage all Share subscriptions under the Capital Raising Program, including cash subscriptions.

The Board will monitor the application of the Listing Rule on an ongoing basis and, depending on the number of B Class Shares issued on a cash subscription basis in future stages of the Capital Raising Program, may seek similar approvals from A Class Shareholders in subsequent years.

The Notice of Meeting for the Special General Meeting is attached. As per the constitution, only A Class Shareholders have the right to vote at General Meetings.

Please note the following arrangements for the Special General Meeting:-

Venue: SunRice Auditorium, NIP 37 Yanco Avenue, Leeton NSW 2705

Date: 24 April 2008

Time: 2.00pm

Yours sincerely

Gerry Lawson
Chairman
Ricegrowers Limited

National Sales and Marketing Office
Level 32 BT Tower 1 Market Street Sydney | NSW 2000
PO Box Q166 QVB Post Shop | NSW 1230
T. +61 (0)2 9268 2000 | F. +61 (0)2 9264 3817

Registered Office
NIP 37 Yanco Avenue Leeton | NSW 2705
PO Box 561 Leeton | NSW 2705
T. +61 (0)2 6953 0411 | F. +61 (0)2 6953 4733

www.sunrice.com.au

Ricegrowers Limited
ABN 55 007 481 156
trading as SunRice