

23 August 2011

ANNOUNCEMENT - 2011 ELECTION OF GROWER MEMBER DIRECTORS

Dear Shareholder,

The results of the 2011 Election of Grower Member Directors have been determined.

Three of the four retiring Grower Member Directors nominated for re-election – Laurie Arthur, Mark Robertson and Alan Walsh; along with six new candidates - Glen Andreazza, Scott Hogan, Dick Thompson, Peter O'Connor, John Bradford and Julian Menegazzo.

Long serving Grower Member Director Norm McAllister announced his retirement from the Board prior to the election.

The successful candidates who were elected for a four year term in accordance with Rule 46 (a) (iv) are:

- Laurie Arthur
- Mark Robertson
- Alan Walsh
- Glen Andreazza

Please find the profiles of the four Directors attached.

In line with these results, the composition of the SunRice Board is as follows:

SunRice Grower Member Directors (4) Laurie Arthur
Mark Robertson
Alan Walsh
Glen Andreazza

RMB Member Directors (3) Noel Graham
Gerry Lawson
Gillian Kirkup

External Directors (2) Russell Higgins
Grant Latta

Executive Director (1) Gary Helou

I want to commend all of the outstanding candidates who offered themselves for election, and congratulate the successful candidates. The result is a vote of confidence in the Board and we will benefit from their combined experience and passion for both the business and industry.

We have always had a strong and cohesive Board that works incredibly hard to do what's best for our company, our shareholders and the regional communities that rely on us. We will continue this path and look forward to working with both our new and re-elected Directors on the way forward.

Yours sincerely,

Gerry Lawson
Chairman

2011 CANDIDATE PROFILES

GLEN ANDREAZZA

Glen Andreazza has grown rice in Willbriggie for almost 30 years, firstly with his parents as part of a family operation, and now with his wife Julie and their four children.

Glen is passionate about and committed to rice growing and SunRice. His vision is to see the industry profitable going forward, while continuing to grow the cleanest and greenest rice in the world.

Recognising and supporting young rice growers and shareholders to maintain a sustainable and progressive industry that is competitive on the world market, is another key focus area for him.

Glen holds an Advanced Diploma of Agriculture and is an active member of the MIA rice growing community. He has been the Chairman of the Mirrool Branch of the RGA for the past three years, a delegate to the RGA Central Executive for eight years, and has provided input and guidance via a range of other committees, including:

- Five years on the RGA Farm Business and Economics Committee, including three as Chairman;
- Three year terms on the RGA's Public Relations Committee and Climate Task Force, and a further four years as a Member of the RGA Organisation Committee;
- Four years as the Mirrool Branch RGA Secretary;
- Two years as a Member of the Irrigation Research and Extension Committee (IREC) Executive, and three as a member of the IREC Cropping Systems Sub Committee;
- Actively hosting NSW DPI National Variety Trials and Longreach Plant Breeders since 2007; and
- Three years as a Member of the NFF Workplace Relations Committee and four years on the WorkCover Industry Reference Group.

In addition, Glen is an active member of his local community, including as a Senior Deputy of the Rural Fire Service and Treasurer of the Griffith City Football Club.

Glen is committed to a strong future for our industry and our company.

LAURIE ARTHUR

Over the last four years I have been actively involved in the affairs of the company and I serve on the following committees:

- The Finance and Audit Committee. This is the key committee that oversees the financial performance of the company with particular reference to budgets, continuous disclosure on the NSX and audits.
- The Due Diligence Committee. Reviewing prospectuses and ensuring the company abides by all Australian Company Law.
- The Grower Services Committee.

I have also graduated from the Australian Institute of Company Directors program and I believe it is essential for all directors to keep abreast of the ever changing trends and events of the commercial world. The most important of recent times being the world financial crisis.

SunRice is one of Australia's great companies and has been the result of sixty years of toil and dedicated service by Australian rice growers. Continued success will require a strong and experienced board with a vision for the future. New members of the board will only be effective if they can work as part of the team. Every issue that comes before the board must be assessed with an open mind on its impact on the company and you the shareholder.

After the devastating impact of the drought over the last decade, SunRice must rebuild markets and find new ones. Debt reduction by a variety of means will be on the agenda to enable SunRice to market your rice to the greatest advantage.

I started growing rice in 1980 as a share farmer and the rice industry has been very kind to me. I continue to farm in the Moulamein district and for the past two years I have grown a crop on the Ord River during our southern winter. I am fortunate to have my two boys and daughter involved on the farm along with my wife Deborah. I am also a National Water Commissioner.

During my term as RGA president and over the last four years I have been fortunate to meet many of you. I continue to value your views on the future of our rice industry.

MARK ROBERTSON

Mark is a second generation rice farmer from the Berriquin district, farming in partnership with his wife Margot also involving their six children.

As a Director of the SunRice board for 15 years and in the role of Deputy Chairman for last 10 years, I believe that my knowledge of our domestic and global business is integral to the success of this great company. We have encountered production highs from 1,700,000 tonnes (2001) to lows of 19,000 tonnes (2008) in the last 15 years. This has demanded a high degree of flexibility and ingenuity on our behalf. Change has been ongoing and will continue.

In this current term I have been Chairman of Trukai Industries (PNG), a Director on SolRice (Solomon Islands) and SunFoods (USA). I am also a member of the Finance & Audit, Remuneration and Due Diligence Committees and have been an active and strategic member of the Board. I am proud of my involvement.

This election brings to the forefront what I see to be the most critical issues:-

- **Capital**—The need to reduce our gearing in a fair and equitable way recognising current and future shareholders. The Ebro proposal definitely brought a stronger understanding of the business and the greater interest shown by shareholders is most welcome.
- **Structure**—The A and B Class structure has served the industry well focusing on grower control and shareholder investment. It must be remembered a large percentage of growers hold both A and B Class shares. This serves the dual purpose of recognising both the paddy supplier and investor in the industry.
- **The Board**—We need a cohesive and constructive Board to focus on retaining a financially strong and successful SunRice. Currently, we are clawing back market share and with a potentially larger crop in 2012, the need for a sustainable price to growers is paramount. The support by shareholders of myself and the Board during the Ebro proposal was much appreciated as this was a demanding time for the industry. The RGA has been a great sounding board for promoting directorships onto the SunRice Board in the past and must not be underestimated in the current election. Succession in younger directors will also be an advantage longer term to continue to build on the past strengths.

SunRice has been a family business which is now moving into the next generation and as a current Director of the company, I have the resolution and understanding to build on its past achievements to make sure the next step is positive. Having met and communicated with many shareholders in my time on the Board, I feel I am in tune with the most critical issues facing us today and would like the opportunity to be part of the ongoing change of our great industry.

ALAN WALSH

Alan Walsh is a rice grower in the Deniliquin and Coleambally districts, operating a mixed farming enterprise that has delivered rice every year for the last 35 years.

Alan has been a Director of SunRice for the last 10 years, a Director of Riviana Foods Pty Ltd, Rice Research Australia Pty Ltd, Member RIRDC (Rice Research and Development Committee), Rice Industry Co-ordination Committee, Delegate and Chairman of IREC (Irrigation Research Extension Committee), Central Executive Delegate to Ricegrowers Association, and Secretary of the RGA Deniliquin Branch.

Alan is a Fellow of the Australian Institute of Company Directors.

Alan sees the viability of our farming enterprise, water reform and the impending Carbon Tax as critical challenges facing SunRice into the future. The Board needs to continue to investigate the best structure for SunRice going forward to secure and grow our capital base.

The culture of unity within the industry has been one of its greatest assets and Alan looks forward to your continued support.