



14 February 2013

National Stock Exchange of Australia
PO Box 283
Newcastle
NSW Australia 2300

Dear Sir/Madam

Notice of initial substantial holder – Sugar Terminals Limited

It has come to the attention of Mackay Sugar Limited ACN 057 463 671 (**MSL**) that it is required to lodge a notice of initial substantial holder, in accordance with section 671B *Corporations Act 2001* (Cth), for MSL's existing 'M' class shareholding in Sugar Terminals Limited (**STL**).

MSL became a substantial holder in STL in July 2000 following the initial allotment of shares to it by STL. This issue occurred prior to the listing of STL, in February 2004, and MSL's shareholding has not changed since this time.

MSL's shareholding was disclosed in the STL annual report for the year ended 30 June 2004, announced to the market on 29 September 2004, and in each subsequent STL annual report.

Attached is a completed notice of initial substantial holder (form 603) in relation to the MSL's shareholding in STL.

Yours faithfully,

Donna Rasmussen
COMPANY SECRETARY