1 June 2020

Circular to Shareholders

2020 Financial Reporting

Annual accounts

Following the subscription for shares by Nordzucker in July 2019 there have been a number of changes which you will see in this year’s Annual Accounts:

1. The Mackay Sugar group has adopted a February year end, to be consistent with the Nordzucker parent company accounts for all of its international subsidiaries.

2. For that reason, the 2020 financial accounts show the performance for a 9 month period, from 1 June 2019 to 29 February 2020.

3. Going forward the annual reporting period will be from 1 March to 28/29 February each year.

4. As noted at the 2019 AGM, we have changed auditors to Ernst and Young, again consistent with the Nordzucker worldwide approach.

5. Finally, as the unsecured notes and Corporate bonds have been repaid, Mackay Sugar is no longer a disclosing entity for the purposes of the Corporations Act. Therefore, we will no longer be preparing concise accounts and in future a full set of the statutory accounts will be included in the Annual Report.

A copy of the 2020 statutory accounts has now been uploaded to the Mackay Sugar website under the ‘Reports’ tab.

Annual General Meeting

With the ongoing COVID-19 restrictions still in place, we are currently not able to hold an ‘in person’ AGM in the manner we have done in previous years. In recognition of the impacts of the social distancing rules for the holding of AGMs, ASIC has provided a two month extension to the date for holding the 2020 AGM. In our case, as we have moved to a February year end, the AGM would generally be required to be held by 31 July 2020. However, that has now been extended to 30 September 2020.

ASIC has also encouraged that companies consider options for holding AGMs electronically, using one or more technologies that give all persons entitled to attend a reasonable opportunity to participate without being physically present at the same place.
At this stage our preference is to hold a physical ‘in person’ AGM and we will continue to monitor the position under the COVID-19 restrictions, with a view to holding an AGM no later than 30 September 2020.

If it becomes clear that the restrictions will not be sufficiently lifted by that date, we will develop a backup option for the meeting to be held either fully or partially by electronic means. We will revert further on this as the position becomes clearer.

**Annual Report**

We would generally publish the Annual Report when the notice of meeting for the AGM is sent to shareholders. Given the delay in holding the AGM, we intend to finalise the Annual Report and lodge in on the Mackay Sugar website later this week. To the extent necessary, additional information can be updated at the AGM to address relevant matters that may occur between the date of issue of the Annual Report and the presentations at the AGM.

We understand the process this year is somewhat confusing, but we are endeavouring to continue to operate in a manner consistent with previous practice and with the approach shareholders are familiar with. However, we would ask you to be patient until such time as we can have a clear direction within the next month or so.

Yours sincerely

[Signature]

Peter Gill
Company Secretary and Legal Counsel