ASX Announcement

4 March 2025

Letter to A Class Shareholders and Riverina rice growers

Attached is a letter from the Chairman to A Class Shareholders and Riverina rice growers regarding an update to the CY24 Riverina rice pool range and the announcement of the opening range of the CY25 Riverina rice pool.

Authorised by Kate Cooper, General Counsel and Company Secretary

Investor inquiries:

Richard Rose

Head of Corporate Development and Investor Relations

0410 300 986/ rrose@sunrice.com.au

Media inquiries:

Anthony McFarlane

Head of Corporate Affairs

0447 324 674/ amcfarlane@sunrice.com.au

About SunRice's structure

The structure of SunRice contains non-standard elements including its dual class share structure comprising A Class Shares and B Class Shares.

A Class Shares confer on their holders the right to vote at general meetings but no right to dividends. A Class Shares are not quoted on ASX and may only be held by rice growers who meet the production quotas prescribed by the SunRice constitution. No person may hold more than 5 A Class Shares. In practical terms the voting rights held by A Class Shareholders give those shareholders the right to control the election of directors and any changes to SunRice's constitution.

B Class Shares are quoted on ASX and confer on their holders the right to receive dividends, as determined by the directors from time to time. Holders of B Class Shares do not generally have the right to vote at general meetings of SunRice. This means B Class Shareholders have no right to vote on the election of directors of SunRice. No person may hold more than 10% of the total number of B Class Shares on issue.

For more details of the non-standard elements of SunRice's structure see: https://corporate.sunrice.com.au/investors/

Registered Office
57 Yanco Avenue, Leeton, NSW 2705 Australia
Locked Bag 2, Leeton, NSW 2705 Australia
T +61 2 6953 0411
www.sunrice.com.au

4 March 2025

Dear fellow rice growers

Update on the CY24 Riverina rice pool range and announcement of the CY25 Riverina rice pool range

After some warmer and drier conditions this summer, the harvest of this year's crop began late last week for some of our growers in the Northern Riverina. As such, I am writing to update you on the CY24 Riverina rice pool range and to announce the opening CY25 Riverina rice pool range.

CY24

In December I informed you of an updated range for the CY24 rice pool, currently being processed and marketed, of $380 to $420 per tonne for medium grain.

Today, I can provide a further update of an additional increase to the lower end of the range from $380 to $385 and a reduction in the higher end of the range from $420 to $415 (resulting in a new range of $385 to $415 per tonne for medium grain). Given this increase in the lower end of the range, a one-off payment of $5 per tonne will be made to participating growers by Friday 7th March 2025.

This updated range reflects the impact of several competing market dynamics. The most significant of these is the prevalence of very low whole grain mill out rates (similar to those experienced in CY18) due to the growing conditions of the CY24 crop, which is significantly reducing the paddy price. While global tender pricing remains low, we have continued to grow our premium branded markets and realise opportunities arising from a weaker AUD against the USD, whilst effectively managing cost pressures.

CY25

With the 2025 harvest now underway, I can inform growers that the CY25 Riverina rice pool range is $380 to $450 per tonne for medium grain. I note that the CY25 range is slightly higher than the opening range provided for CY24.

On the positive side, the upper range reflects greater paddy volumes being sold into higher value markets and a slight improvement in global tender pricing. The coming crop is also currently well hedged against the USD, and should the whole grain mill-out rate return to a more normal percentage, these factors will also support CY25 paddy returns.

However, some CY24 paddy needs to be carried over for continuity of supply to our markets and the poor mill-out for the CY24 crop will negatively impact CY25 paddy returns to a certain extent. The Group's carryover policy will ensure a full milling program throughout Financial Year 2026, delivering efficiencies that are expected to support the paddy price, whilst also helping to ensure that supply of Australian paddy is maintained into our premium markets.

Of course, any range provided at this early stage is broad due to the uncertainty which can arise from the prevailing factors and given the marketing of the CY25 crop will not commence until next year. We will continue to update you throughout the year as these elements play out.

I wish you all well for the upcoming harvest and we look forward to speaking with you in late April about our approach for CY26. If you have any further questions, please reach out to Grower Services on 1800 654 557 or growerservices@sunrice.com.au.

You are also welcome to contact me on 0428 500 232, or your local Grower Director, if you would like to discuss the matters raised in this letter, or any other topics.

Sincerely,



Laurie Arthur
Chairman