



Private Bag 3016
Hamilton 3240
New Zealand

0800 651 156
www.lic.co.nz

Market Announcement

2 April 2020

UPDATE ON PROPOSED STRATEGIC INVESTMENT IN AFIMILK

Following Livestock Improvement Corporation's (NZX:LIC) last announcement on 23 March 2020, volatility in exchange rates has continued. As at 8.00am NZ time on 2 April 2020, the value of the New Zealand dollar against the US dollar has increased to a rate of 0.5916 thereby reducing the increase in the purchase price by NZD5.0m from NZD123.3m to NZD118.3. This compares to the purchase price of NZD108.7m recorded in the Notice of Meeting. Rates are likely to continue to change up to and beyond 7 April 2020 being the date of the Special Meeting. If the proposed transaction is approved by shareholders a hedging contract will immediately be put in place to provide certainty as to the purchase price. LIC will not be providing any further updates on fluctuations in the exchange rate.

Ends

For investor relations questions, please contact:

Gillian Brennan

Company Secretary

Gillian.Brennan@lic.co.nz

+64 7 856 0700

For media enquiries, please contact:

Jo Jalfon

Communications Manager

Jo.Jalfon@lic.co.nz

+64 27 297 1904

About LIC

LIC is a farmer-owned co-operative that provides a range of services and solutions to improve the productivity and prosperity of farmers. This includes dairy genetics, information technology, herd testing, DNA parentage verification and farm advisory services through FarmWise. Subsidiary business LIC Automation also provides integrated automation systems and unique milk testing sensors that present real-time data while a cow is being milked. With origins dating back to 1909, LIC has a long history of world-leading innovations for the dairy industry. Today the New Zealand-based co-operative employs more than 700 permanent staff, swelling to 2000 during the peak dairy mating season. LIC also has offices in the United Kingdom, Ireland and Australia. All LIC profit is returned to its farmer owners/shareholders in dividends or re-invested for new solutions and research and development. www.lic.co.nz