



PRESENTATION TO SHAREHOLDERS

2008 AGM

20 November 2008

Agenda



1. Financial Performance

2. Land and Water

3. Milling Operations

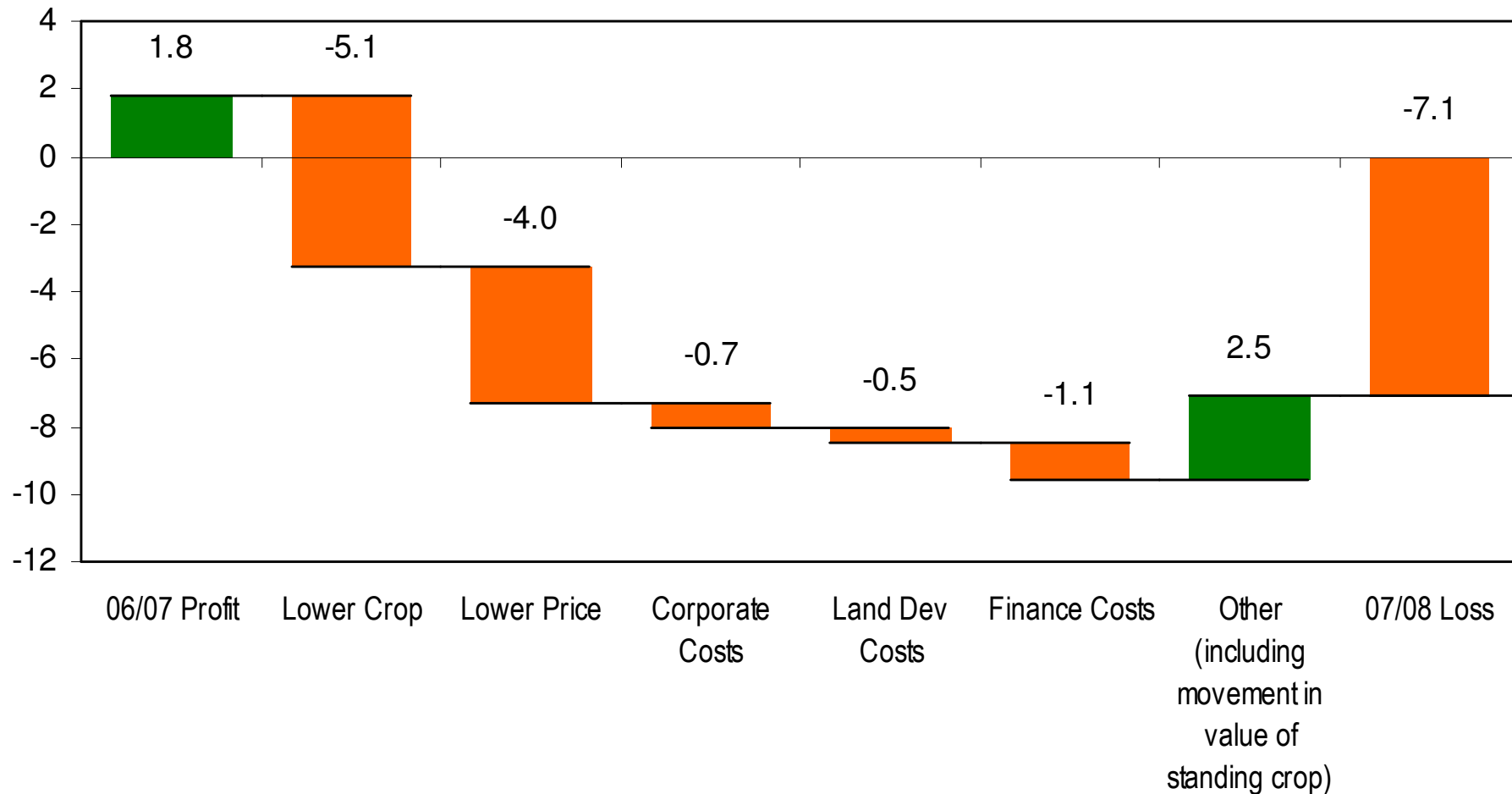
4. STL

5. Outlook

Profitability was adversely impacted by a smaller, weather affected crop and a lower sugar price



Profit (loss) before tax in \$M



MSF's balance sheet comprises a spread of quality assets and low gearing



- Assets (proforma – post Mulgrave acquisition)

Land and Water

- 5,838 ha
- 7,575ML of water rights
- Mary Harbour project

\$56.4m

Milling Assets

- Maryborough
- Mulgrave

\$47.5m

STL Shares

- 46.2m shares

\$38.6m

- Net core debt of \$28m

MSF underwent significant change over the past 12 months



- Successfully completed a \$40m capital raising.
- Lodged a Development Application for the potential Mary Harbour marina residential project on a 174ha site currently used as a cane farm.
- Established a sugar pricing (hedging) program with separate pricing pools for both MSF and its growers.
- Acquired the Mulgrave Central Mill Company Limited (the transaction was completed post balance date).
- Merger discussions with Tully Sugar Limited commenced.
- Increased MSF's holding in STL from 2.9% to 12.8% (post the Mulgrave acquisition)



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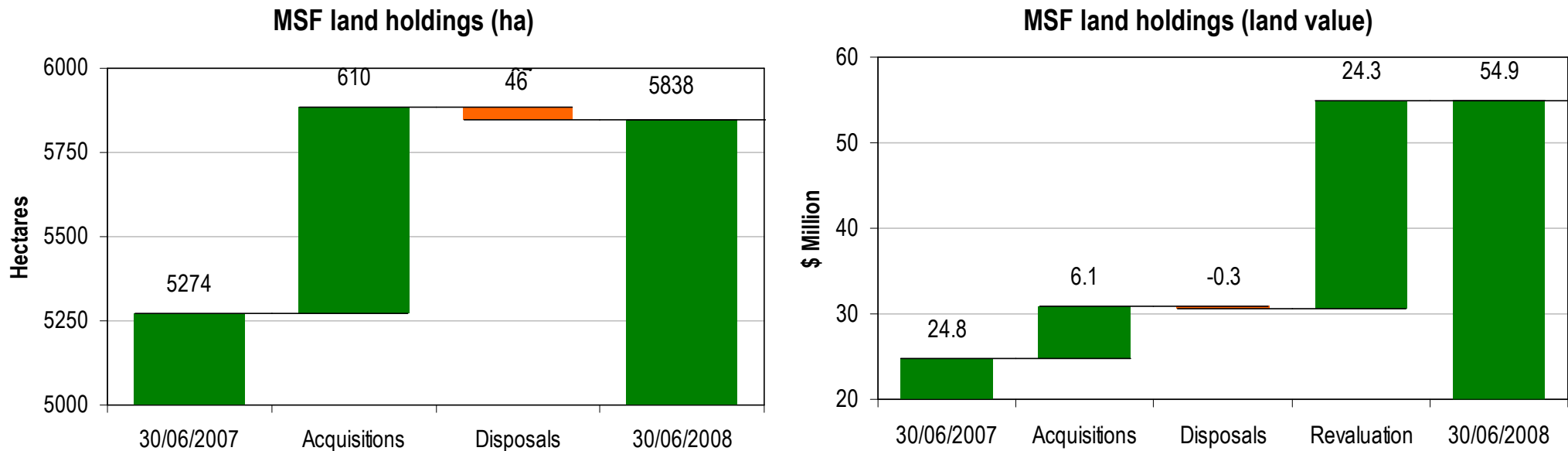
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Whilst MSF has increased its land holdings through further acquisitions, the value of its land portfolio has increased significantly



During the year, the company -

- acquired 610ha of agricultural land at a cost of \$6.1m
- disposed of 46ha of non-core rural land
- revalued its agricultural land assets upwards by \$24.3m (properties with potential for land development such as the proposed Mary Harbour project continue to be valued as cane farms).

Since 30 June 2008, the company has –

- sold its 330ha property at Goomboorian at \$11,363/ha (slightly higher than the average carrying value for agricultural land)
- purchased a 321ha cane farm in North Queensland.

The proposed Mary Harbour project at Granville in Maryborough is still some 12 to 18 months away from receiving a DA – but good progress is being made



MSF's farming operations have been restructured in order to achieve improved yields with lower costs



- Farming operations focused into 4 farming 'hubs' (farming regions).
- 530ha of 'bolt on' farms acquired in order to improve scale, whilst surplus properties identified for sale or lease to other growers.
- Restructure of farming team:
 - right skills recruited
 - layers taken out of the management structure in order to provide clear accountability
 - remuneration aligned to performance
- 678ML of water rights acquired and 3 low pressure centre pivot irrigators installed.
- \$1.176m investment in larger, more efficient farming equipment.
- Transition to controlled traffic farming system
 - cost and environmental benefits
 - reduced weather risk



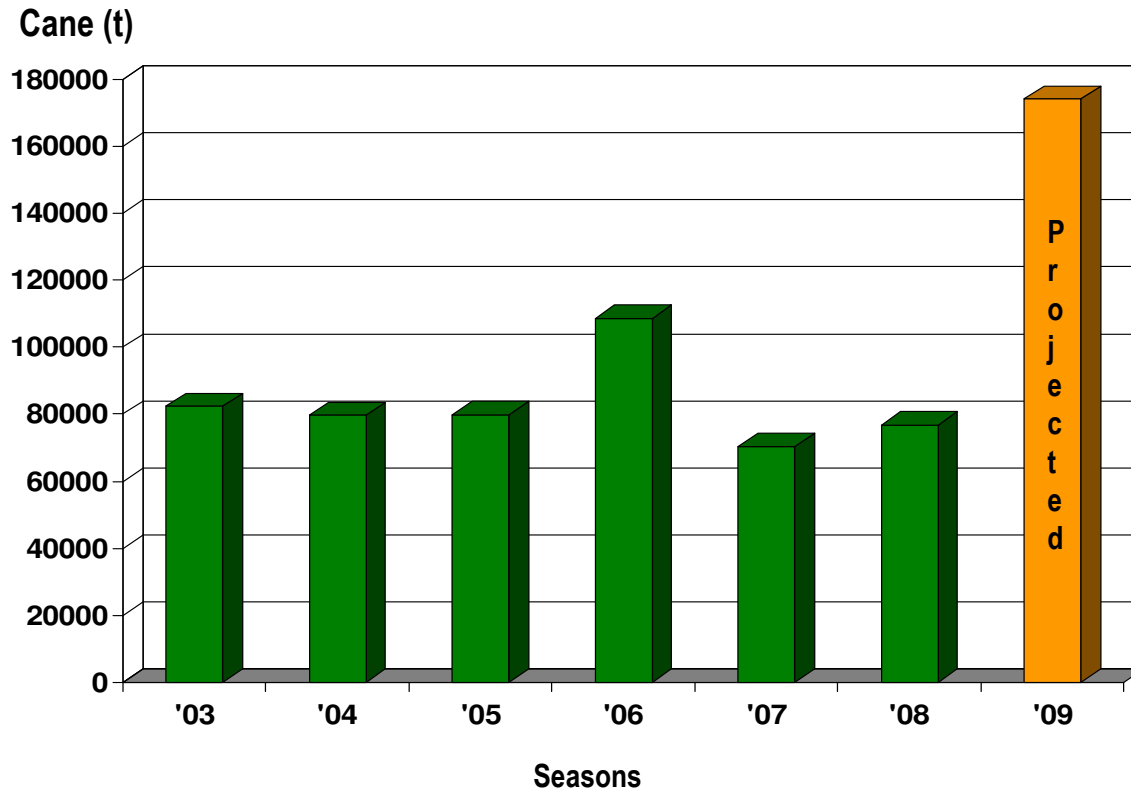
MSF is moving to improve the yield and reliability of future crops in Southern Queensland through the acquisition of water rights



- MSF currently holds 7,575ML of water allocation, made up of:
 - 7,429ML in the Lower Mary Irrigation Scheme, and
 - 146ML in the Bundaberg Water Supply Scheme.
- This is an increase of 1,020ML on the prior year.



MSF owned and operated farms are expected to harvest a record crop next year



Increase due to:

- recent land acquisitions now under cane
- conversion of some leased farms to MSF operated
- improved yield

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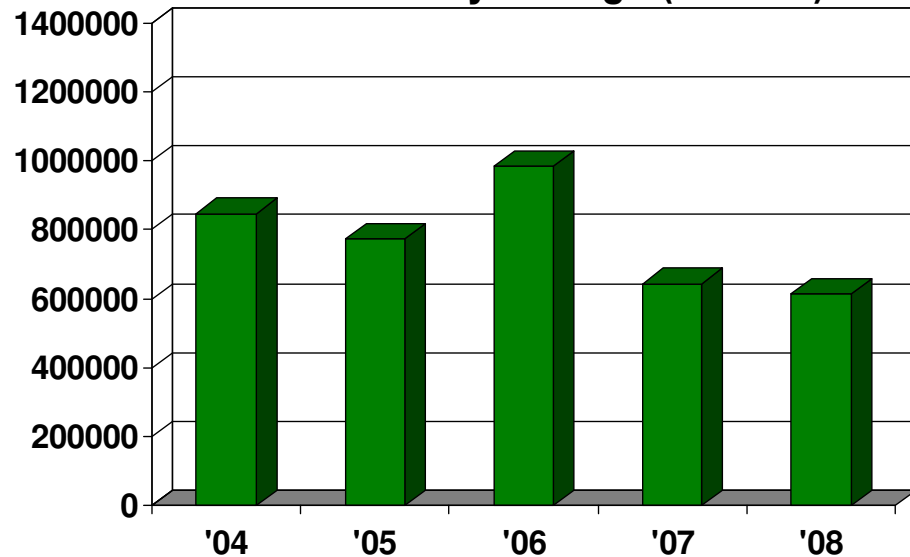


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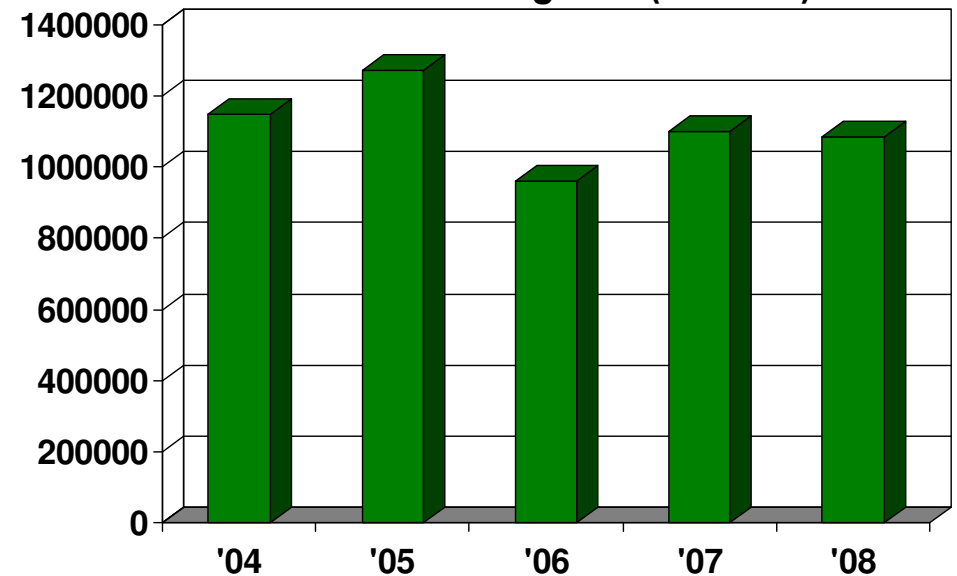
Both mills performed well throughout the recent season, however, the Maryborough throughput continued to suffer as a result of adverse weather conditions and the carry over effects of the poor 2007 season



Cane crushed Maryborough (Tonnes)



Cane crushed Mulgrave (Tonnes)

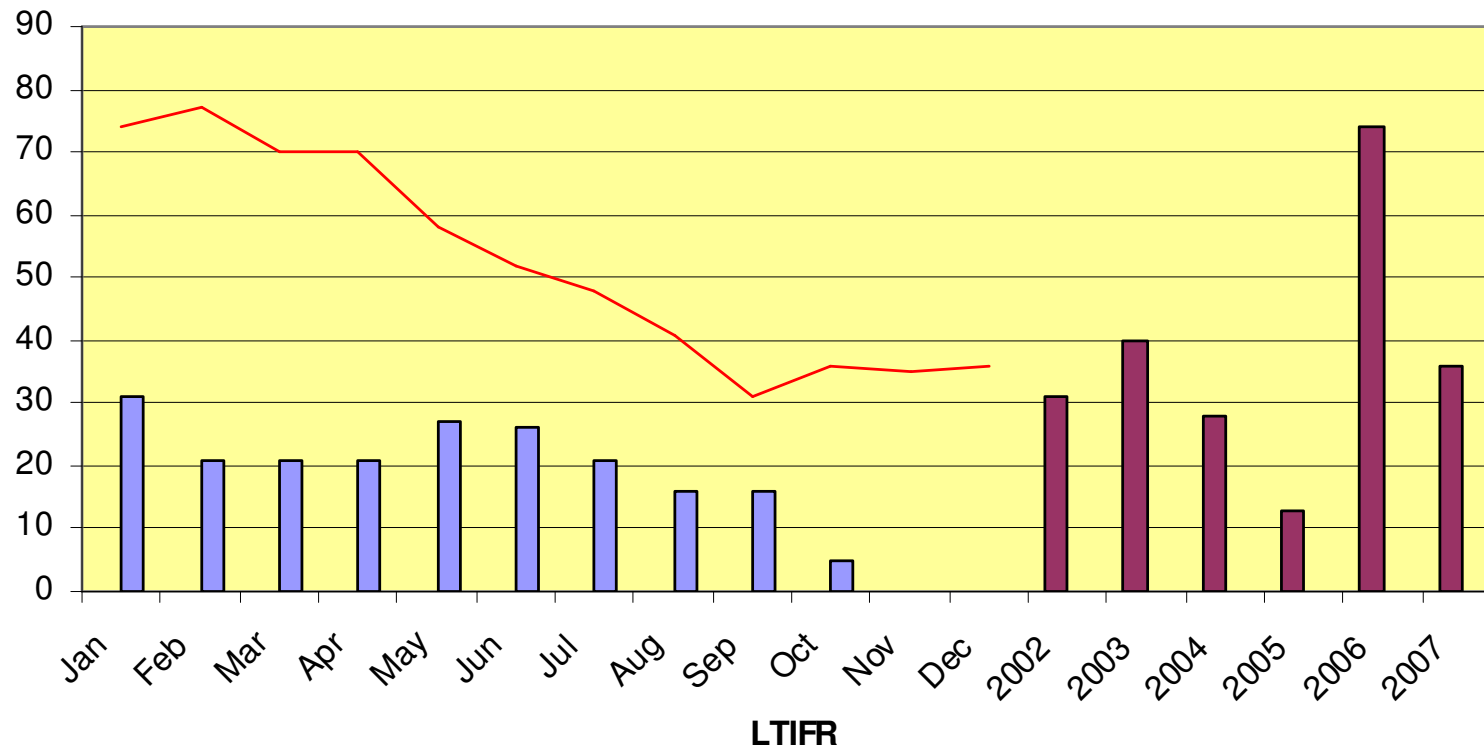


Safety performance at Maryborough continues to improve



**Lost Time Injury Frequency Rate
LTIs per Million Work Hours**

■ Calendar Year
■ 2008
— 2007 Monthly Actual



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MSF is now a substantial shareholder in Sugar Terminals Limited (STL)



- STL is the owner of the 7 bulk sugar terminals located along the Queensland coastline.
- Terminals are currently operated by Queensland Sugar Limited with a long term lease currently under negotiation.
- MSF now holds 46.2m shares, or a 12.8% shareholding in STL.
- The Brisbane terminal is surplus to requirements and has been sold for \$40m with settlement due on 15th December 2008.
- At 30 June 2008, STL was debt free.
- An 8c fully franked dividend was paid in 07/08 and 3.9c has already been paid in 08/09.



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Sugar supply/demand fundamentals remain strong



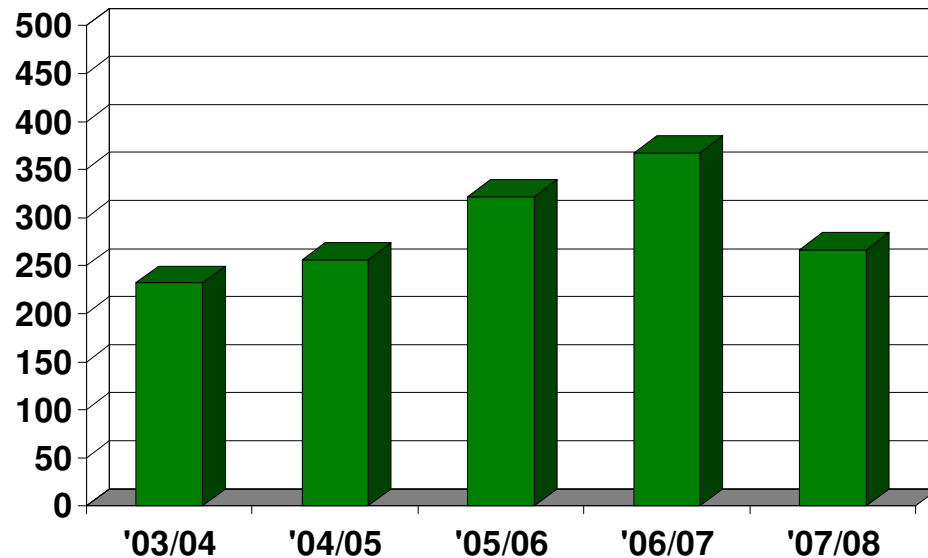
- Analysts predicting deficit of 4-5 mt sugar for 08/09
- This comes after 2 years of large surpluses in 06/07, 07/08
- Brazil expansion slowed by increasing COP and derailed by severe restrictions on availability of capital and credit
- India crop for 08/09 has fallen to low 20m tonnes, down 18%
- Demand historically been resilient during recessions
- Actually increased during Asian financial crisis in late 90's
- Steady growth in world consumption of 2.8% 07/08
- Asian consumption growth leads the world at 5.3% 07/08



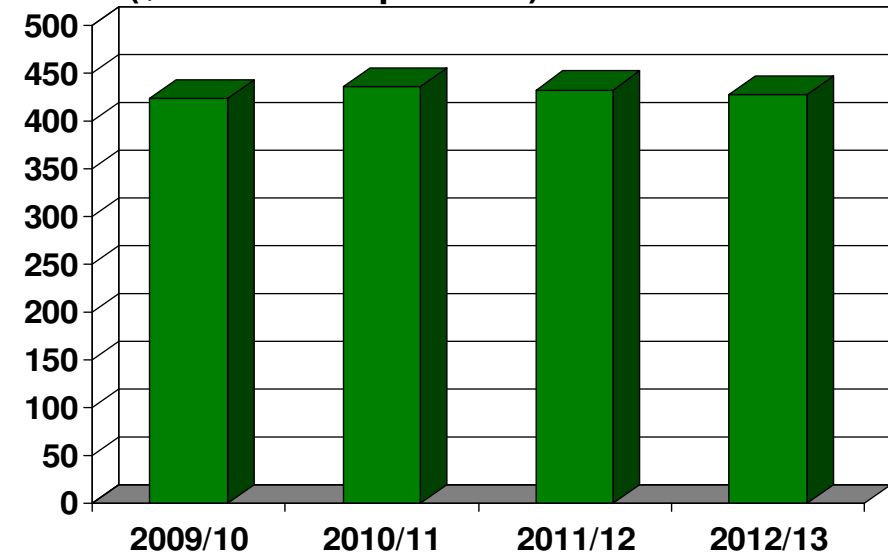
Whilst the 07/08 sugar price was low, both MSF's pricing program and available future prices are showing improvement



MSF's sugar price \$AUD/t



Weighted av. of avail. futures contracts (\$AUD/t IPS equivalent) as at 18 Nov. '08



MSF's future pricing positions

Season	Group	Approx. \$/t IPS
2008	85.3%	328
2009	48.7%	370
2010	30.0%	390
2011	23.1%	386

MSF continues to pursue consolidation opportunities in the wet tropic region in North Queensland

