



ASX ANNOUNCEMENT

ASX CODE: BUG

NON-RENOUNCEABLE RIGHTS ISSUE- CORRECTION

On 10 March 2011 Buderim Ginger announced a non-renounceable pro rata entitlement offer of one new share for each existing share held to raise up to approximately \$4.96 million if fully subscribed (**Offer**).

A letter was forwarded to shareholders on Friday 11 March 2011 detailing the terms of the Offer and also commenting on the potential impact on the Group's financial position.

The letter said that the raising would improve the Group's financial position by '*increasing NTA per share from 59 cents to 71 cents*'. This is not correct. If the Offer is fully subscribed, it will reduce the Company's NTA per share from 59 cents to 35 cents.

The Directors continue to believe that the capital raising is in the best interests of the Company and will strengthen the balance sheet by reducing debt. The Directors confirm that if fully subscribed, the raising will reduce the Company's gearing ratio (Total Liabilities to Total Assets) from 60.4% to 55.0%.

The Directors strongly encourage all shareholders to fully participate in the Offer.

ENDS

BUDERIM GINGER LIMITED
A.C.N. 010 978 800 A.B.N. 68 010 978 800
50 Pioneer Road, P O Box 231, Yandina Queensland 4561 Australia
Telephone 07 5446 7100 International +61 7 54467 100 Facsimile 07 54467 520
e-mail: buderimg@buderimginger.com

