



**Clover Corporation Limited**  
ABN 85 003 622 866

**ASX ANNOUNCEMENT**

**2 September 2011**

## **CLOVER TERMINATES DISTRIBUTION AGREEMENT WITH CPI**

Nu-Mega Ingredients Pty Limited, a wholly owned subsidiary of Clover Corporation Limited, is terminating its Distribution and Agency Agreements with Corn Products International Inc. (CPI), in the Americas and Europe. The performance of CPI, through its subsidiary GTC Nutrition, has not met the requirements of the agreements. As a result of extensive restructuring within CPI there is no longer a strategic alignment between that company and Clover Corporation in relation to the development of markets for Nu-Mega Ingredients' products. Termination of the Agreements will take effect before December 2011.

Since the inception of the Agreements with CPI Nu-Mega Ingredients has dealt directly with all agency customers. During the next few months, Nu-Mega Ingredients personnel will assume responsibility for dealings with all customers covered under the distribution agreement to ensure a seamless transition of service and supply.

Although the performance by CPI has been disappointing, Nu-Mega Ingredients has continued to develop markets for infant-related products in the Americas and Europe. Over the FY11 period Nu-Mega Ingredients has successfully increased sales (year on year) for infant-related applications by 32% in the Americas and 65% in Europe. Nu-Mega Ingredients will continue to focus on growth opportunities for its ingredients in infant formula and related foods.

Nu-Mega Ingredients is currently investigating alternative options for developing the markets for its products in functional foods and related markets in the Americas and Europe.

### **Company Contacts:**

Ian Brown – Managing Director +612 9232 7166  
Ian Bloodworth – Company Secretary +612 9232 7166

### **Media Enquiries:**

Fortbridge: Bill Kemmery +612 9331 0655 or mob 0400 122 449