

SELECT HARVESTS CROP DOWNGRADE

Select Harvests has now received 98% of its 2017 almond crop at its Carina West Processing Facility and has processed 60% of the crop (including almonds from all its growing regions). Based on actual yields, the crop estimate has been reduced to between 13,500 -14,000 MT. This will be the second largest crop in the history of the Company. The Company's almond price estimate is in the range of A\$7.50-A\$8.00/kg. Sales commitments are currently 60% of the crop and have been made at these price levels. This crop downgrade will have a material impact on full year earnings.

The 2017 Australian almond crop has been lower than the industry expectations. Our investigations are ongoing, however initial indications are that the 2017 crop has been more impacted by seasonal conditions than previously forecast.

Paul Thompson, Select Harvests' Managing Director said "The 2017 crop downgrade is disappointing but it should be seen in the context of significant, year on year volume growth that is forecast to come from Select Harvests orchards over the next 8 years. It is important to note, the capital investment has been made for the future - our non-bearing orchard area is significant with over 3,400 acres coming into production over the next 3 years. In addition, we have the benefit of the Jubilee Orchard acquisition volumes contributing from next harvest. Select Harvests has been diligently growing its productive base through investment in acquisitions, greenfield plantings and orchards productivity improvements which is anticipated to see a crop in excess of 20,000MT by 2021 and reaching full production by 2025."

Select Harvests Limited 360 Settlement Road Thomastown Victoria 3074 Australia

PO Box 5 Thomastown Victoria 3074 Australia

Telephone (613) 9474 3544 Facsimile (613) 9474 3588 www.selectharvests.com.au

> ACN 000 721 380 ABN 87 000 721 380

<u>ENDS</u>

FOR FURTHER INFORMATION, PLEASE CONTACT:

| Paul Thompson, Managing Director | 03 9474 3544 |
|--|--------------|
| Paul Chambers, Chief Financial Officer | 03 9474 3544 |
| Andrew Angus, Investor Relations | 0402 823 757 |

BACKGROUND:

Select Harvests Ltd (ASX:SHV) is an ASX listed, fully integrated almond business consisting of orchards (company owned, leased, joint venture and managed), primary processing (hulling & shelling), secondary processing (blanching, roasting, slicing, dicing, meal), trading (industrial products) and consumer products (Private Label & Brands - Lucky, Sunsol, Soland, Nuvit, Renshaw & Allinga Farms). Select Harvests also import a full range of nuts (in addition to almonds) for inclusion in their Consumer Products range of nut products. Australia is a significant global almond producer and Select Harvests are one of Australia's largest almond companies, supplying almonds domestically and internationally, to supermarkets, health food shops, industrial segments and the almond trade. The company is headquartered at Thomastown on the outskirts of Melbourne, Australia while its orchards are located in North West Victoria, Southern New South Wales and South Australia. Its primary processing facility (Carina West) is located at Wemen in North West Victoria and the secondary processing facility is located at Thomastown.