



ASX ANNOUNCEMENT

Successful completion of Institutional Placement

Bega Cheese Limited (Bega Cheese) is pleased to announce the successful completion of its A\$122.5 million placement (Institutional Placement) of new fully paid ordinary shares (New Shares) at A\$5.35 per share.

The Institutional Placement will result in the issue of 22.9 million New Shares which will rank equally with existing Bega Cheese shares. The New Shares are expected to be issued on Friday, 30 June 2017 and to commence trading on ASX on Friday, 7 July 2017.

Bega Cheese's Executive Chairman, Mr Barry Irvin, said "I am delighted with the strong support we received for the Placement from existing and new institutions. However, demand from our existing shareholders was so strong that most of this new interest could not be accommodated".

Mr Irvin also said "I hope that most of our smaller shareholders will participate in the Share Purchase Plan which has been priced at A\$5.25 per share, a 10-cent discount to the Placement price. The SPP will open Monday, 3 July 2017".

As announced on 23 June 2017, Bega Cheese will undertake a non-underwritten Share Purchase Plan (SPP). Under the SPP, each eligible Bega Cheese shareholder at 7.00pm (AEST) on 22 June 2017 will have an opportunity to subscribe for up to A\$15,000 of new Bega Cheese shares, subject to scale back, without incurring brokerage or transaction costs. Eligible Bega Cheese shareholders are holders of fully paid ordinary shares in Bega Cheese and whose address on the share register is in Australia or New Zealand (provided that such shareholder is not in the United States or acting for the account or benefit of a person in the United States).

Further details of the SPP, including opening and closing dates, will be contained in the SPP Offer Booklet to be sent to eligible Bega Cheese shareholders in the coming weeks.

Mr Irvin said, "The proceeds from the Institutional Placement and the SPP will be used to improve Bega Cheese's financial flexibility to take advantage of future growth opportunities in dairy and food. The Placement completes a successful year for Bega Cheese including the acquisition of Mondelez International's Australian Grocery Business, including Vegemite due for completion this week and the sale of a spray dryer and canning facility to the Company's long-term customer, Mead Johnson."

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