

Landcorp Farming Limited  
Continuous Disclosure Statement

28 November 2016

2017 Year End Forecast Net Operating Profit

Landcorp Farming Limited has revised its forecast Net Operating Profit/Loss for the year ending 30 June 2017.

Landcorp's previous forecast for the year ending 30 June 2017 was a \$13m loss based on a forecast farm-gate milk price of \$4.25 per kilogram of milk solids (kgMS) in June. Since then, there have been upward revisions in Fonterra's forecast milk pay-out to \$6.00 per kgMS, and similar increases in those of other milk processors. This has been partially offset by softening forecast red meat prices (particularly lamb). This means that Landcorp now expects a full year Net Operating Profit, with an expected range of \$2m to \$7m.

This forecast is still early in the season and assumes no deterioration in current forecast commodity prices or material factors affecting on-farm milk and meat production.