



**Client & Market Services
NZX Limited
Wellington**

19 October 2012

NZ Farming Systems Uruguay

NZ Farming Systems Uruguay Limited (**NZS**) advises that the Board has recently reviewed and revised its Business Plan. It is now anticipated that full implementation of the Company's longer term farm development strategy will be delayed 2 years to 2016. The Board's view on the Company's long-term profitability has not changed, with anticipated increases in expenses likely to be offset by increases in long term milk price and additional livestock revenue over the period.

Challenging conditions year to date have resulted in milk production levels being approximately 10% behind forecast.

NZS expects a takeover offer document to be despatched by Olam International Limited (**Olam**) to NZS shareholders on 23 October 2012. On this basis NZS intends to send a Target Company Statement together with the Independent Adviser's Report to shareholders by 6 November 2012.

It is recommended that shareholders do not make any decisions in relation to the offer until they have received and read the Target Company Statement and the Independent Adviser's Report which will contain detailed information to assist shareholders in making a decision on the offer.

For further information please contact:

David Beca
Managing Director / CEO
david.beca@nzfsu.com.uy
+598 2604 1595