



ASX Announcement

The Manager
Company Announcements
Australian Securities Exchange
Exchange Centre
Level 6, Bridge Street
Sydney NSW 2000

13 May 2013

Privatisation process update

SYDNEY - PrimeAg Australia Ltd ("PrimeAg"), (ASX:PAG), shareholders are referred to previous announcements on the privatisation process announced by the Board in the second half of 2012 and the subsequent sale of approximately 60% of PrimeAg's portfolio of land and water entitlements to TIAA-CREF Global Agriculture LLC ("TIAA-CREF") at a premium to book value ("TIAA-CREF Transaction").

PrimeAg shareholders approved resolutions in relation to the TIAA-CREF Transaction on 15 April 2013, which included a put option allowing PrimeAg to sell either the Lower Box or Warra properties to TIAA-CREF prior to 30 April 2013. PrimeAg has exercised the put option and sold the Warra property to TIAA-CREF and the transaction is expected to complete on 31 July 2013.

PrimeAg continues to engage with a number of parties in relation to the sale of its remaining land and water assets. However, the proposals received represent potential sale consideration materially below the book values for these assets, a possibility which was contemplated in the last Half Yearly Report released on 28 February 2013.

PrimeAg continues to assess these proposals and if PrimeAg is unable to conclude these negotiations satisfactorily in what the Board believes to be in the best interests of all shareholders then it will proceed to sell the remaining assets individually, operating them until that time, and thereafter wind up its operations as foreshadowed in previous announcements.

For further enquiries please contact:

Peter Corish
+61 7 46884588

Samantha Macansh
Company Secretary