

7 October 2002

Mr IJ Ballantyne
General Manager
CANEGROWERS
190 Edward Street
BRISBANE QLD 4000

Dear Mr Ballantyne

I understand CANEGROWERS has received a number of enquiries from members who are shareholders of Sugar Terminals Limited (STL) about the forthcoming Annual General Meeting of STL.

STL's Annual General Meeting is to be held on Monday, 21 October 2002. Notice of the AGM has been sent to shareholders. That notice has 2 parts – a **Notice dated 13 September 2002** and an **Addendum dated 25 September 2002**.

Shareholders wishing to vote by proxy on all resolutions to be put to the AGM need to complete **2 proxy forms** – the proxy form with the Notice and the proxy form with the Addendum and lodge both forms with STL by 19 October 2002. Shareholders who have already lodged the proxy form with the Notice, now need only to now lodge the proxy form with the Addendum.

In relation to the election or re-election of Grower Directors - there will be 2 vacancies for Grower Directors. One vacancy is because Mr Bonanno is 72 years of age. The other vacancy is because Mr Martin is retiring by way of rotation. Both Mr Bonanno and Mr Martin have offered themselves for re-election.

As Mr Bonanno is 72 years of age the law requires a special resolution to decide if he is to be re-elected until the next AGM of STL. Shareholders can vote for, against or abstain on this special resolution. As it is a special resolution, at least 75% of the votes cast are required to pass the resolution. This is **Resolution 1A** (set out in the Addendum dated 25 September 2002).

If the special resolution is passed there will be 1 remaining vacancy to be filled. If the special resolution is not passed there will be 2 vacancies to be filled.

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These vacancies will be decided by an election from candidates. Those candidates in alphabetical order are:-

- Mr T Adil
- Mr T Bacalakis
- Mr S Guazzo
- Mr WA Martin
- Mr AD Ross
- Mr FJ Scuderi

This process is by **Resolution 2** (set out in the Notice dated 13 September 2002). Shareholders can vote for 2 candidates as there may be 2 vacancies depending on the outcome of the vote on resolution 1A. There will be at least 1 vacancy.

STL encourages all shareholders to vote on both Resolution 1A and Resolution 2 as together these resolutions decide who the Grower Directors will be on the Board of STL. To do this shareholders need to vote using both proxy forms.

STL is happy to speak to shareholders or assist them with the procedures for completing proxy forms. Shareholders can contact STL by telephone on 07 3221 7017 or fax 07 3221 5593

Yours sincerely

JA Desmarchelier, AM ED
Company Secretary