

EXPLANATORY STATEMENT

Business Item 3c. – ELECTION OF DIRECTORS

Pursuant to Rule 49(bb) of the Co-operative's Rules (as amended by the CNL), where the number of eligible candidates for election as a Director of the Co-operative is equivalent to the number of vacant positions to be filled, the eligible candidates will be declared elected as Directors at the AGM.

This year there is one NSW Member Director Position up for election. There was only one nomination received for the Director Position, namely Mr Troy Brown.

As the number of nominations equal the number of available positions, pursuant of Rule 49(bb) (as amended by the CNL), Mr Troy Brown will be declared elected as NSW Member Director for a three year period (as per the Notice for Director Nomination).