

2007 Preliminary Announcement

TURNERS & GROWERS LIMITED AND SUBSIDIARY COMPANIES

For the year ended 31 December 2007.

Turners and Growers achieved pre and post tax profits of \$22.05m and \$14.03m respectively for the 2007 financial year, marginally down on 2006.

Domestic markets, including imports, had a good year up significantly from 2006. Prices across most produce lines were firm and consistent throughout the year. This and further operational efficiencies contributed to the strong 2007 result.

Other domestic divisions including the Fruitcase Company, Transport and Floramax all traded well and had improved results from the prior year.

The high New Zealand Dollar impacted on pipfruit exports, although offshore prices were consistent with prior years. ENZA export volume was slightly less in 2007 as growers redevelop their orchards, replacing commodity varieties and replanting with exclusive varieties with stronger returns.

Volumes of ENZA's exclusive Jazz™ apple are increasing incrementally with significant numbers expected from 2009 onwards. Increasing volumes of this apple will have a positive impact on the bottom line as ENZA looks to reduce the reliance on commodity varieties where it becomes increasingly more difficult to compete in a global market. Following on from the Jazz™ success comes the new brand/variety Envy™ which has generated significant interest and will be propagated globally. With Jazz™, Envy™ and other new varieties ENZA looks to have a strong future.

The new pipfruit orchards in Hawkes Bay were managed well but were impacted due to the lower than expected pipfruit returns. These orchards will be converted from commodity varieties to Jazz™ and Envy™.

Status Produce, the tomato and glasshouse production unit, had a slight improvement in profit from 2006. Once again there were variable prices throughout the year and the challenge is to maximize production in the months where prices are at a premium.

ENZA Food's, the fruit concentrate, ingredient and juice production division, had a good year, considerably up on 2006. This is due to a significant price increase in world apple juice concentrate, ENZA Foods core product, from mid 2006. Increases in world carrot juice prices and fruit ingredient products in Australia also contributed to the superior result.

ENZACOR PTY Australia, Turners and Growers Australian trader in fruit and vegetable products had another good year exceeding 2006. This division has grown its business each year.

The investment in the Delica Group added a satisfactory profit. The venture has worked well with Turners and Growers adding its financial and corporate strength to the Delica trading expertise.

There was a total of \$32.6 million of capital expenditure in 2007. This spend included two pipfruit orchards in the Hawkes Bay, a mandarin and kiwifruit orchard in Kerikeri, north of Auckland, and the purchase of the Delica Export Group. This, together with increased property valuations, expanded shareholders funds from \$243.9m to \$264.6m during current year. This increased capital spend resulted in only an additional \$5m in term funding.

Turners and Growers recently made a takeover for Kerifresh Limited, a major lemon, mandarin and kiwifruit grower/packer in Kerikeri. If successful Turners and Growers will strengthen its standing in the citrus fruit category.

The board is proposing to announce a Profit Distribution scheme along the same lines as other publicly listed companies. The value of the distribution has been determined at 10 cents per share. Further details of this will be announced to shareholders shortly.

A.I (Tony) Gibbs
Chairman