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COMPANY ANNOUNCEMENT

May 15 2009

Nufarm announces capital raising

Nufarm Limited ("Nufarm") announced today that it will raise approximately \$300 million via a fully underwritten institutional placement of 26.7 million ordinary shares at \$11.25 per share ("Institutional Placement"). All new shares issued under the Institutional Placement will rank equally with existing shares.

The outlook for the global agriculture industry remains highly attractive and Nufarm is extremely well-placed to capitalise on additional opportunities as it pursues its growth strategy.

Over the past three years, Nufarm has experienced significant growth, demonstrated by sales and EBITDA CAGR of 17% and 14%, respectively. The Institutional Placement aligns Nufarm's capital structure with its increased business scale and scope and ensures the company is in a sound position to fund organic growth and participate in further industry consolidation.

Nufarm's Managing Director, Doug Rathbone, said it is important that Nufarm remains well-positioned to fund future growth on both an organic and acquisition basis.

"In a period of ongoing industry consolidation, we see a number of potential opportunities to acquire assets that will add further value to Nufarm. Today's initiative places us in a stronger position to participate in that activity."

"While the nature of our business means we will always have high seasonal working capital requirements, the increased size and continued growth of the company is also reflected in the increased level of base funding required to support the business."

Mr. Rathbone said the completion of the capital raising will result in lower debt, increased headroom under existing credit facilities, a stronger balance sheet and a reduced reliance on short-term financing requirements.

In the short-term, proceeds from the capital raising will be used to repay debt. Post the Institutional Placement, Nufarm's forecast FY09 net debt and gearing (net debt/equity) ratio are expected to be approximately \$550 million and 25-30%, respectively, on a pro forma basis.

Nufarm also announced today that Managing Director, Doug Rathbone, will sell down 1.75 million shares in a fully underwritten secondary offering at \$11.25 per share to raise approximately \$19.7 million to be run in parallel to the Institutional Placement. The share sale represents approximately 6.8% of Mr Rathbone's total shareholding in Nufarm and he will remain the company's largest shareholder with a relevant interest in approximately 24.2 million shares, representing an estimated 11.3% of issued capital, following the sell-down and Institutional Placement.

Trading update

Current trading conditions and the outlook for the balance of fiscal year 2009 are generally consistent with the company's commentary at the time of interim results release in late March. The company believes that its current full year profit guidance (approximately \$220 million operating NPAT) can be achieved, recognising that the final three months of the period are expected to see strong sales demand.

Share Purchase Plan

Following the Institutional Placement, Nufarm will also offer eligible shareholders the opportunity to participate in a non-underwritten Share Purchase Plan ("SPP"). The SPP will provide eligible shareholders with the opportunity to subscribe for up to \$15,000¹ worth of Nufarm shares without incurring brokerage or other transaction costs.

Further details of the SPP will be provided to eligible shareholders shortly. The Record Date for participation will be May 20 2009.

All new shares issued under the SPP will rank equally with existing shares.

Trading halt

It is anticipated that the trading halt currently in place will be lifted prior to the commencement of trading on May 18 2009, pending successful completion of the Institutional Placement.

Key dates

Event	Date
Trading halt	May 15 2009
Institutional Placement	May 15 2009
Shares recommence trading	May 18 2009
Institutional Placement settlement date	May 20 2009
Institutional Placement trading date	May 21 2009

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¹ Subject to ASIC and ASX relief

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This announcement includes forward-looking statements regarding future events and the future financial performance of Nufarm. Any forward looking statements included in this document involve subjective judgment and analysis and are subject to significant uncertainties, risks and contingencies, many of which are outside the control of, and are unknown to, Nufarm and its officers, employees, agents, advisors or associates. In particular, factors such as variable climatic conditions and regulatory decisions and processes may affect the future operating and financial performance of Nufarm. Actual results, performance or achievement may vary materially from any forward looking statements and the assumptions on which those statements are based. Nufarm undertakes no obligation to revise the forward looking statements included in this presentation to reflect any future events or circumstances.