

ASX ANNOUNCEMENT

19 July 2021

COMPLETION OF 2PH FARMS ACQUISITION

Costa Group Holdings Limited (Costa; ASX: CGC), Australia's leading grower, packer and marketer of fresh fruits and vegetables, today announces that the acquisition of 2PH Farms, announced on 23 June 2021, was completed on 19 July 2021.

Sean Hallahan, Costa Group CEO, said "We are pleased to have completed the acquisition of 2PH Farms and welcome the transitioning employees to Costa. The acquisition increases Costa's total planted citrus hectares by 60% to 4,513 hectares, citrus farming locations to 11 and major citrus growing regions to three. Costa has been working closely with 2PH to ensure a successful transition in ownership and the continued harvesting of the CY21 citrus crop, while focusing on greater export supply to key Asian markets and increased citrus category revenue contribution."

As announced on 23 June 2021, the 2PH Farms acquisition is funded from the proceeds of a fully underwritten pro rata accelerated renounceable entitlement offer to raise \$190 million, and from existing debt facilities. The successful completion of the institutional component of the offer of approximately \$114 million was announced on 28 June 2021 and these funds were used to partially fund the completion payment. The retail component of the entitlement offer is expected to be completed on 27 July 2021 and will be used to pay down the additional drawings from existing debt facilities that were used to fund the completion payment.

Release authorised by David Thomas, Costa Group Holdings Company Secretary.

About Costa (ASX:CGC)

Costa is Australia's leading grower, packer and marketer of fresh fruit & vegetables and operates principally in five core categories: berries, mushrooms, glasshouse tomatoes, citrus and avocados. Operations include more than 5,000 planted hectares of farmland, 30 hectares of glasshouse facilities and three mushroom growing facilities across Australia. Costa also has strategic foreign interests, with majority owned joint ventures covering six blueberry farms in Morocco and four berry farms in China, covering approximately 600 planted hectares.

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