



McPherson's Limited

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1st July 2010

The Manager
Company Announcements Office
ASX Limited
Level 4, 20 Bridge Street
SYDNEY NSW 2000

McPHERSON'S LIMITED (MCP)

AUDIT COMMITTEE

Following MCP's inclusion in the S&P / ASX 300 Index on 19th March 2010, MCP is taking steps to ensure that the composition of its Audit Committee complies fully with the best practice recommendations set by the ASX Corporate Governance Council. ASX Listing Rule 12.7 requires that the Audit Committee comprises at least three members the majority of whom will be independent directors, and that the Chairman of the Board will not be the Chairman of the Audit Committee.

MCP's Audit Committee presently comprises two non-executive directors, with the Chairman of the Board currently being the Chairman of its Audit Committee. Until MCP's inclusion in the S&P / ASX 300 Index this was considered appropriate by the MCP Board, given the experience and expertise of the two non-executive directors so appointed.

MCP is presently seeking to recruit at least one independent non-executive director and following this MCP will ensure that the composition of its Audit Committee complies with ASX Listing Rule 12.7.

A qualified recruitment agency has been engaged to assist the MCP Board in this important task and MCP will make every endeavour to satisfy the ASX's audit committee requirement as soon as possible and in any event by no later than 1 October 2010.

Yours faithfully,

P.J. MAGUIRE
Managing Director.