

2010 GRAIN CO-PRODUCTION PROJECT (PROJECT) FEATURES :

Key differences from other agricultural managed investment schemes

Short term investment timeframe	Provides investors with three annual revenues from crop sales, commencing in year 1, whilst the investment period is for three seasons only - shortest investment period in the sector and annual Project cash flow.
Diversification of farmers and locations	For the 2010 season, 300+ farmers from across Australia's established Grain-belt are expected to be contracted to grow grain for investors - substantial diversification benefits.
Bi-annual cash flow for the Project Manager	AACL Pty Ltd receives cash flow from management fees at planting and harvest each year. The short term nature of growing grain means that the cash flow of the Projects is regular and the Project Manager is not operating for long periods of time (often years with most MIS Projects) without income - regular investor and manager income.
No capital expenditure or tied up capital	Experienced farmers are sourced to provide the land, equipment, inputs and expertise to produce the crops in the Project resulting in no tie up of capital for either the investors or the Project Manager in obtaining such items. Also, Australia has an established grain handling, storage and transportation system which requires no tie up of capital from the investor or the Project Manager - no capital investment required.
Mature domestic and international markets for the sale of the grain	Mature and established domestic and international markets exist within the grain industry in order to sell wheat, barley and canola, giving investors a degree of certainty in regards to the processes surrounding the sale and payment for their grain - strong existing established markets.
No market distortions by the grain grown in the Projects	The Australian Grain-belt is restricted to rainfall zones and as such, the majority of available land to produce grain is currently being utilised. The Project will only grow wheat, barley and canola on established properties with established farmers and is not expected to grow any more grain than is already currently grown by farmers - no market distortion.
No "tax advantage" over professional farmers	Investors receive the same tax deductions the professional farmer does for the costs of planting and there is no financial engineering of either tax benefit or investor return - no tax leakage.
No reliance on water allocations or licenses	The majority of wheat, barley and canola crops grown in Australia are grown on non-irrigated land. The majority of the crops in the Project will also be grown on non-irrigated land and as such will not have any reliance on water allocations or require access to water entitlements - not dependent on irrigated water.
Partnership with existing producers in a form of sharefarming	Experienced professional farmers are sourced to provide the land, equipment, inputs and expertise to produce the crops in the Project. The farmers share in the upside returns of the crops with investors, thus all parties interests are aligned - alignment of interests between investors and farmers.
Appropriate commissions to advisers	Up front commission payments to advisers are between 4% and 5%. Commissions are funded by AACL and not investor funds - industry best practice.
High utilisation of investors' capital in the Project	Approximately 95% of the Project's funds are utilised for actual Project expenses to grow, harvest, deliver, store and sell the crops - industry best practice.
Project Manager has no debt	AACL Pty Ltd, the Project Manager, has no material debt. (Excessive debt has often led to the problems of other highly leveraged agri MIS managers) - debt free Manager.

Please refer all Project enquiries to:

Noel Corley (NSW, QLD) M: 0408 445 041 E: noel.corley@aacl.com.au

Wade Willcocks (SA, WA) M: 0439 131 236 E: wade.willcocks@aacl.com.au

Rob Melville (VIC, NSW, QLD, WA) M: 0418 888 133 E: robert.melville@aacl.com.au



aacl.com.au | macrofunds.com.au | 13 000 GRAIN

Macro Funds Ltd AFSL 254421