



Overview

Riemann offer risk management products to the meat industry.

- > Riemann US Beef Cut-Out OTC Forwards and OTC Options are cash settled against the USDA* Weekly volume-weighted average of Choice and Select cut-out values as reported by USDA in LM_XB459, published by Urner Barry* under the Weekly Blended Boxed Beef Cut-out Index.
- > These are broad based risk management products that can be used for hedging and trading US Beef, including option contracts designed to provide efficient hedging strategies.
- > These financial products are currently available for trading on the Mercari market which holds an Australian Market Licence under the Corporations Act and regulated by the Australian Securities and Investments Commission (ASIC) - offering a fair, orderly and transparent market place.
- > Promoting real-time price discovery and transparency, Mercari Direct will support the hedging and trading needs of the meat industry.
- > Maturity dates forward up to two years.

Users

Riemann meat products can be used by:

- > Livestock Producers
- > Meat Processors
- > Meat Exporters and Importers
- > Banks and Finance Institutions
- > Professional Investors
- > Hedge Funds

Benefits

The benefits of Riemann meat products include:

- > Licenced and regulated marketplace
- > Independent and transparent market for buyers and sellers
- > Producers, processors and investors have easy access to risk management tools
- > Unlike futures contracts, participants are not subject to margin requirements

(*USDA - United States Department of Agriculture)(**Urner Barry is a US publisher specializing in the timely, accurate and unbiased reporting of market news and quotations to clients in the poultry, egg, meat, seafood and related segments of the food industry through a variety of print and non-print media. www.urnerbarry.com)

Contract Specifications

Riemann US Beef Cut-Out OTC Forwards

Product	An OTC cash settled forward based on USDA Weekly volume-weighted average of Choice and Select cut-out values as reported by USDA in LM_XB459, published by Urner Barry under the Weekly Blended Boxed Beef Cut-out Index
Type	Financial Product
Minimum Size	40,000 lbs
Price increments	US\$0.0025
Pricing Unit	US\$ Cents per lb
Maturity Dates	Monthly trading intervals, including weekly settlement dates
Trading Hours	10:00am to 4:30pm Monday to Friday
Credit Rules	Bilateral Counterparty Credit prior to trading
Settlement	Cash Settled (T+3)
Index Provider	Urner Barry
Index Calculation	USDA Weekly volume-weighted average of Choice and Select cut-out values as reported by USDA in LM_XB459, published by Urner Barry under the Weekly Blended Boxed Beef Cut-out Index
Terms of Trade	www.mercari.com.au/termsoftrade.pdf
Participants	Wholesale Clients only (Corporations Act 2001 s761G)

Riemann US Beef Cut-Out OTC Options

Product	An OTC cash settled option based on USDA Weekly volume-weighted average of Choice and Select cut-out values as reported by USDA in LM_XB459, published by Urner Barry under the Weekly Blended Boxed Beef Cut-out Index
Type	Financial Product
Pricing Unit	US\$ Cents per lb
Trading Hours	10:00am to 4:30pm Monday to Friday
Strike Price	Put and Call strikes as required
Option Premium	Payable within 3 business days
Index Calculation	USDA Weekly volume-weighted average of Choice and Select cut-out values as reported by USDA in LM_XB459, published by Urner Barry under the Weekly Blended Boxed Beef Cut-out Index

Riemann

For more information on our meat products, visit www.riemann.com.au or contact a member of our team at products@riemann.com.au or on +61 2 8024 5200.

Although every attempt has been made to ensure the accuracy of the information within this brochure, Riemann explicitly assumes no responsibility for any errors or omissions. Any examples shown in this brochure are hypothetical situations, used for explanation purposes only, and should not be considered investment advice or the results of actual market experience nor do they constitute the solicitation of the purchase or sale of any product. Appropriate independent advice should be obtained or parties should conduct their own investigation and analysis before making any investment decision.

All matters pertaining to rules and specifications herein are made subject to and are superseded by the official Operating Rules specific to the trading of products mentioned in this brochure.

Derivatives are a leveraged investment. Financial Derivatives trading is not suitable for all investors, and involves the risk of loss.

Riemann Agricultural Services Pty Ltd (ACN 129 594 761).