



## Overview

*Riemann has partnered with Australian Milk Price Initiative (AMPI) and is offering a physically delivered commodity contract to the Dairy industry.*

- > The contracts will be available for trading on the Mercari trading platform. Mercari provides trading venues for both non-financial and financial products. Mercari holds an Australian Market License under the Corporations Act and is regulated by the Australian Securities and Investment Commission.
- > Participants can access the market directly or via their broker.
- > Markets for monthly delivery will be available from 2 months out to 15 months, providing participants a transparent marketplace to buy and sell milk.
- > The market will launch with three regional pricing zones in Victoria ; Western, Northern, and Eastern.
- > Regional zone to regional zone (spread) markets available in the nearby 2 month delivery contract.
- > The market will be available 2.00-2.30pm Sydney Time on two Thursdays of each month.

## Users

*Riemann Dairy products can be used by:*

- > Producers
- > Processors
- > Consumers
- > Exporters

## Benefits

*The benefits of Riemann products include:*

- > Licenced and regulated market infrastructure
- > Independent and transparent market for buyers and sellers

# Contract Specifications

Riemann AMPI Bulk Raw Milk Delivered	
Product	Physically deliverable commodity contract (Non-financial product)
Underlying Physical	BULK RAW MILK DELIVERED as specified in Australian Milk Price Initiative Standardised Ingredient Specification Raw Milk
Contract Notional Price	AUD per kilogram of milk solids exclusive of GST
Minimum contract size	100,000 litres
Price increments	\$0.05
Contract delivery months	Successive monthly contracts available from 2 to a maximum of 15 months
Trading Hours	2.00-2.30pm Sydney Time on two Thursdays of each month
Contract Counterparty	Contracts are formed bilaterally between buyers and sellers after counterparty credit is mutually agreed
Payment terms	On or before the 14th day following the month of delivery
Payment amount	Means the price calculated in accordance with the Purchase Price formula specified in the AMPI CONTRACT FOR BULK RAW MILK DELIVERED
<b>Physical Delivery</b>	
Delivery zone	The regional zone in which the seller must deliver Product to the Delivery Point: Western Zone, Victoria Northern Zone, Victoria Eastern Zone, Victoria
Delivery point	Approved Milk Storage Facilities within each Delivery Zone
Delivery quantity	Seller agrees to Deliver to the Buyer the Notional Volume of the Product in the Delivery Month with an Acceptable Tolerance
Delivery volume	Minimum deliveries of 25,000 metric litres of Notional Volume of Product (with an acceptable volume tolerance of 20% over or under on any single delivery)
Delivery schedule	Scheduling of Deliveries during the Delivery Month will be by mutual agreement between Seller and Buyer

## Riemann

For more information on our dairy products, visit [www.riemann.com.au](http://www.riemann.com.au) or contact a member of our team at [products@riemann.com.au](mailto:products@riemann.com.au) or on +61 2 8024 5200.

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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).