



Overview

Riemann is offering risk management products to the livestock industry.

- > Riemann Cattle (EYCI) OTC Forwards and OTC Options are cash settled against the Meat & Livestock Australia (MLA*), Eastern Young Cattle Indicator (EYCI).
- > These are broad based risk management products that can be used for hedging and trading Australian cattle, including option contracts designed to provide efficient hedging strategies.
- > These financial products are available for trading on the Mercari market which holds an Australian Market Licence under the Corporations Act and is 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 trading system supports the hedging and trading needs of the livestock industry.
- > Maturity dates extend out two years, set against key saleyard selling days.

Users

Riemann Cattle (EYCI) products can be used by:

- > Livestock Producers
- > Stock Agents
- > Lot Feeders
- > Meat Processors, Wholesalers and Retailers
- > Banks and Finance Institutions
- > Professional Investors
- > Hedge Funds

Benefits

The benefits of Riemann Cattle (EYCI) 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

(*MLA is a producer owned, not for profit organisation that delivers research and development services to over 49,500 cattle, sheep, and goat producers. www.mla.com.au)

Contract Specifications

Riemann Cattle (EYCI) OTC Forwards

Product	An OTC cash settled forward based on the Meat & Livestock Association (MLA) Eastern Young Cattle Indicator (EYCI) Daily Summary Report produced every Thursday in c/kg cwt
Type	Financial Product
Minimum Size	4,000 Kgs
Minimum increments	1,000 Kgs
Pricing Unit	A\$ Cents per Kg (cwt)
Maturity Dates	Maturity dates are the second and fourth Thursday of the first six months with maturity dates set against key saleyard selling days, and then every fourth Thursday per month for the next 18 months
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	Meat & Livestock Australia
Index Calculation	This EYCI is published four days per week (Mon/Tues/Wed/Thurs) of a 7-day rolling average, and is produced every week except for the 2-3 week saleyard closure period over the Christmas/NY period
Terms of Trade	www.mercari.com.au/termsotrade.pdf
Participants	Wholesale Clients only (Corporations Act 2001 s761G)

Riemann Cattle (EYCI) OTC Options

Product	An OTC cash settled option based on the Meat & Livestock Association (MLA) Eastern Young Cattle Indicator (EYCI) Daily Summary Report produced every Thursday in c/kg cwt
Type	Financial Product
Pricing Unit	A\$ Cents per Kg (cwt)
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	This EYCI is published four days per week (Mon/Tues/Wed/Thurs) of a 7-day rolling average, and is produced every week except for the 2-3 week saleyard closure period over the Christmas/NY period



For more information on our cattle 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).