



Commodity Broking Services Pty Ltd

ABN: 32 110 128286 AFSL: 280372 FICS: 4312

Valid for: Wednesday, 29 April 2009

Wheat Market Analysis

.For wheat, we want to get in when the September contract is trading at 550 and now it is trading at 565.

The reasons for trading wheat are:

Technically it is forming a bottom and we are close to the low, for us to get in at a good price, we need the weather to be good for new plantation and price comes off more.

We need the US\$ to be strong, it will put more pressure on the wheat price.

In early Jan this year, the north China area had a severe draught which last for a while, as I know, the northern China are the main wheat farming area. From the report I read, it is bad enough for people to say that this year wheat crop will not match the last year's level. Interestingly enough, I did not see too many news after the Prime Minister's speech, maybe he did not want people to worry too much, when the winter wheat harvest finishes, people will find out the damage and it will give wheat price a boost.



Contract sold on 12th of May 2009 for USD 4000, it is a return of 45.45% in 14 days

US Dollar value of Warrant at expiry ("Absolute Value")

The warrant is worth US\$50 for every dollar above 5.60

Underlying Market	Warrant Value
less than 5.6	0
5.6	0
5.7	\$500
5.8	\$1,000
5.9	\$1,500
6.0	\$2,000
6.1	\$2,500
6.2	\$3000
6.3	\$3500

Warrant Summary

Code	W-1
Type	Bull
Issue price	US\$2750
Controlling in-terest	5000 bushels of wheat US\$28,000
Trigger point	USD 5.60
Expiry date	20th Sep 2009
Underlying price	USD 5.55
Underlying asset	Wheat October Futures
Exchange	COBT

Warrant details:

MINIMUM SIZE	1 WARRANT
CASH SETTLEMENT AMOUNT	Settlement price for the asset on the expiry date
SETTLEMENT METHOD	Cash
EXPIRY	Close of business in the time zone for the underlying exchange.
SETTLEMENT DAY	Within 2 BUSINESS DAYS AFTER EXPIRY DATE
GOVERNING LAW	NEW SOUTH WALES, AUSTRALIA
FURTHER ISSUE	The issuer may issue further Warrants which will form a single series with the existing issue of warrants.
DESIGNATED MARKET MAKER	Commodity broking services Pty Ltd
QUOTATIONS OFFERED	Daily
QUOTATION PARTICULARS	All quotes are indicative only. Tradable values can only be determined in the open market place during market hours.
CIRCUMSTANCES IN WHICH NO QUOTATION WILL BE PROVIDED	⊘ MARKET DISRUPTION EVENT OR ANY ACT OF GOD, WAR, RIOT, TERRORISM OR OTHERWISE; ⊘ IF UNDERLYING MARKET EXPERIENCE EXCEPTIONAL PRICE MOVEMENT AND VOLATILITY; ⊘ WHERE CBS HAS TECHNICAL DIFFICULTIES AFFECTING THE PROVISION OF BID/OFFER QUOTATIONS; OR ⊘ DURING THE 5 BUSINESS DAYS PRECEDING EXPIRY.

CBS provides general advice

Any recommendations obtained from your broker, the House View Summary or from our discussions with respect to particular markets, or time for entry or exit of trades must be taken in the context of general advice only.

By this we mean we have not, do not and will not take into account your personal circumstances, investment objectives or risk profile when providing general advice.

Explanation of Warrant value

Table 1 (page 1) shows the absolute value of the warrant. This is the minimum value for the Warrant at any point in time. This absolute value is the guaranteed value for the warrant at expiry.

The value of a Warrant at a point in time *before* expiry is at the very least this Absolute Value. In addition to this value, there is a further amount of which the Warrant will be valued. This value is determined based on the time to expiry and volatility in the market place.

How to buy a CBS Warrant

A Warrant can only be bought through CBS when available. The purchase price of the warrant is the issue price plus a commission of \$5.00 per transaction.

Only CBS account holders with adequate cleared funds may purchase a Warrant. Instructions to buy a Warrant must be made during CBS business hours via telephone.

When an order is placed, CBS will attempt to transact in the underlying market (hedge the Warrant) at an acceptable price. If CBS is unable to hedge this warrant effectively, the Warrant will not be issued.

For any non-Australian markets, a warrant can only be issued overnight. Therefore confirmation of a Warrant order can be given on the next business day.

ALL BUY ORDERS are good for the day of order only. Unfilled orders are not carried through to the next business day.

How to sell a CBS Warrant

A Warrant can only be sold through CBS. You can only sell a Warrant you already own.

A Warrant can be sold at any time during its life by dealing with a CBS representative. Orders to sell a Warrant may be placed at any price (during CBS business hours).

When an order is placed, CBS will attempt to transact in the underlying market (unwind the hedge of the Warrant) at an appropriate price.

Please be advised that conditions in the underlying market may be such that an order price may not be achievable. In these circumstances, the Warrant will not be sold.

SUMMARY OF RISK FACTORS

CBS Warrants enable you to take leveraged (geared) positions without having to take or make delivery of the underlying instrument or security, and without risking an amount larger than your initial investment. However, investors are reminded of the following risk factors before they invest in CBS Warrants:

- **Operational risk:** There is always operational risk in any transaction. For example, disruptions in operational processes such as communications, computers and computer networks, or external events may lead to delays in the execution and settlement of a transaction.
- **Currency risk:** The profit or loss in transactions effected in foreign currency-denominated contracts (whether traded in this jurisdiction or not) will be affected by fluctuations in currency rates where there is a need to convert from the currency denomination of the contract to another currency.