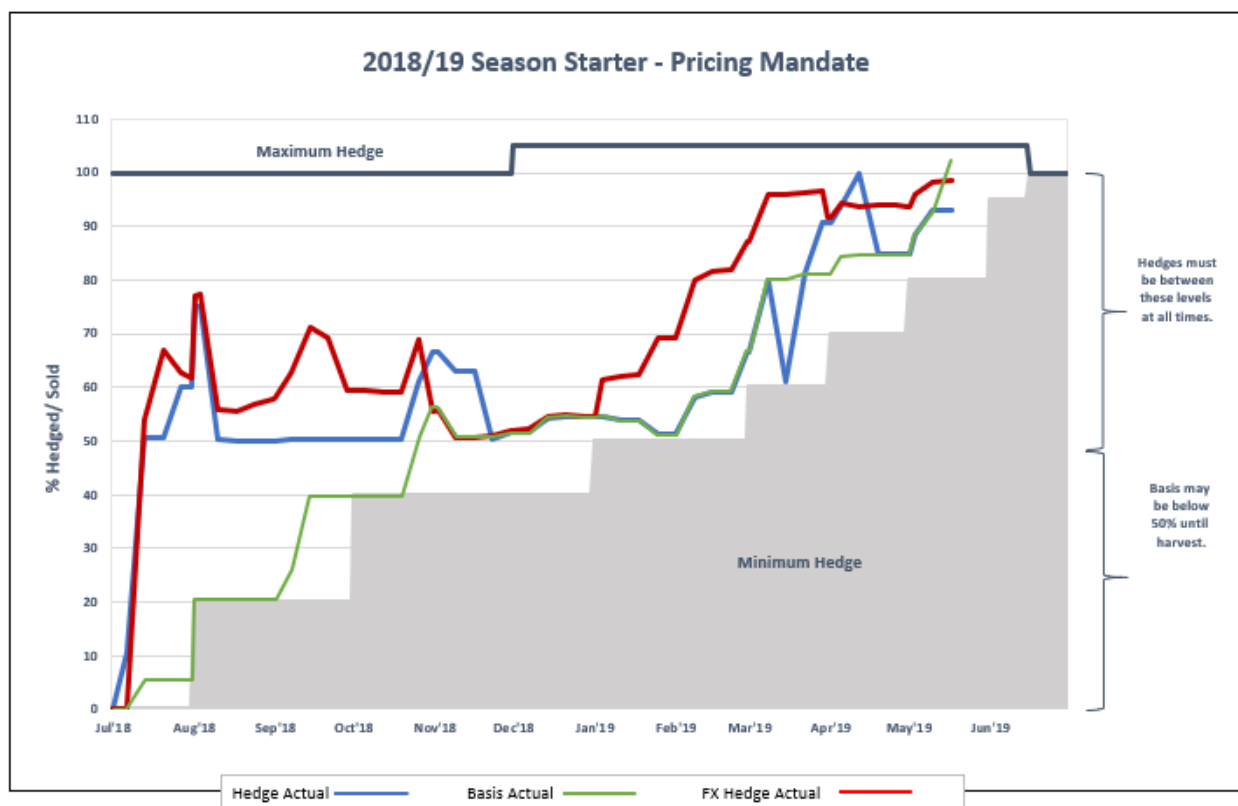


## 2018/19 AWB Season Starter Pricing Mandate

**PROGRAM SUMMARY:** Season Starter is an actively managed 12 month program designed for growers who want to begin to market their grain early in the season and who would like a program that is finalised within 6 months of harvest.

### AWB Season Starter pricing mandate update - May



#### Current Pricing Mandate insights:

- We have sold approximately 93% of our physical exposure versus a mandated minimum 90%, an increase from 85% last month
- We have decreased our wheat futures hedge level to around 93%, from 100% last month, to regain some participation. The investment community had a large sold wheat position and as US producers struggle to get all their corn acres in due to wet weather, this has caused a short term buying panic in grain futures markets, with CBOT wheat futures now A \$30/tn off the lows.
- Since our last update we have increased our FX hedges to roughly 96% from 94%. Over the month AUDUSD has moved steadily lower firming expectations of interest rate cuts in Australia, to sit currently at around US69c.