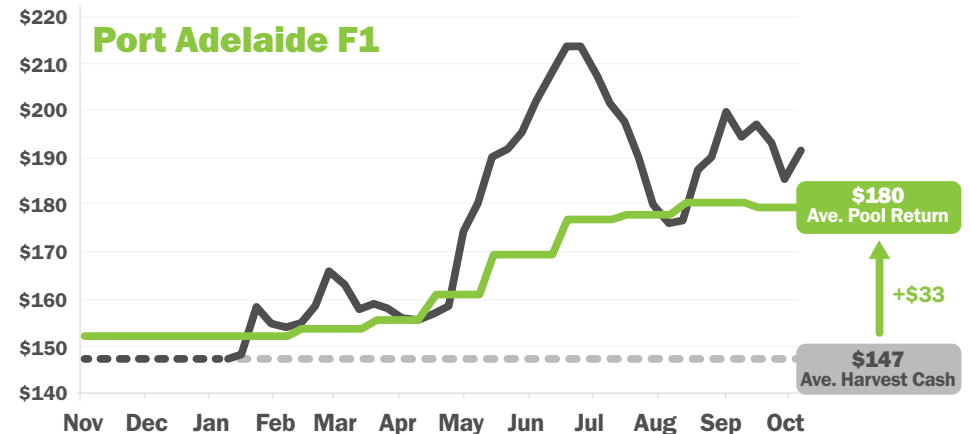
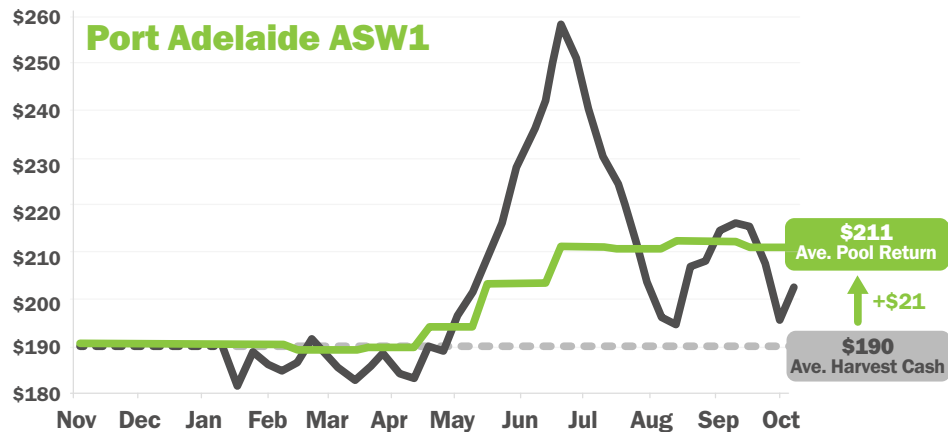
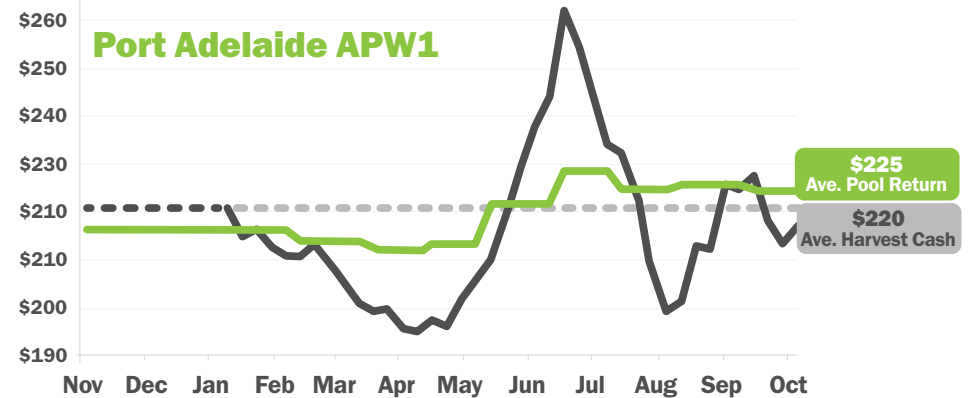
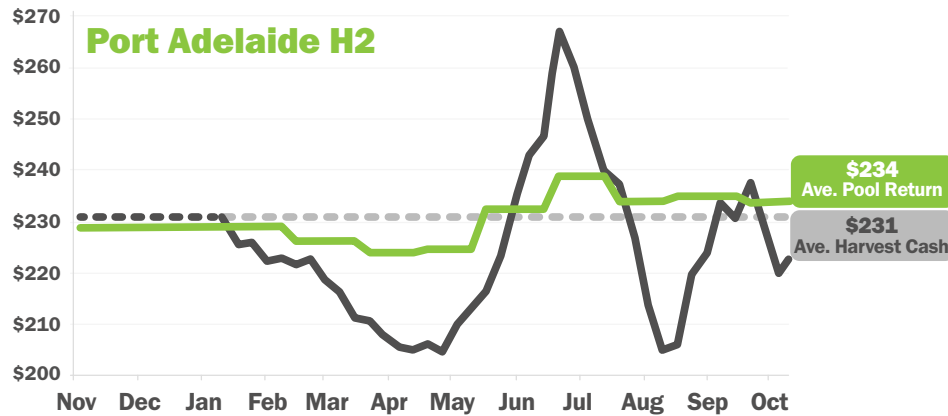




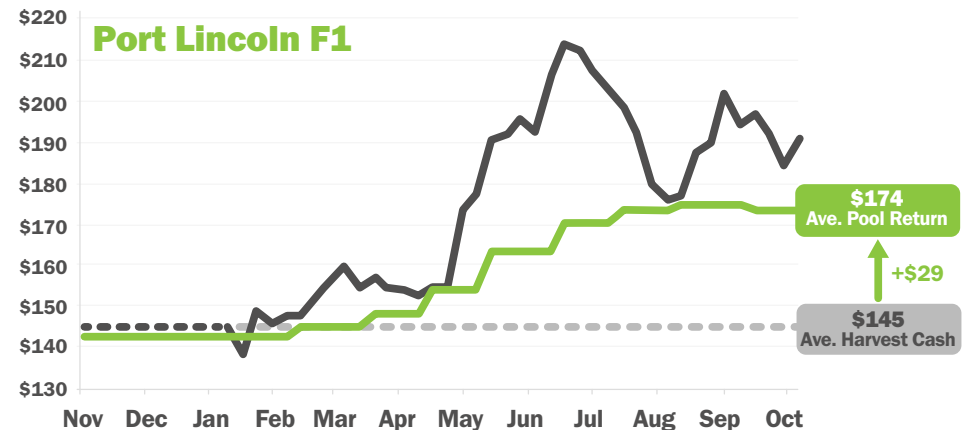
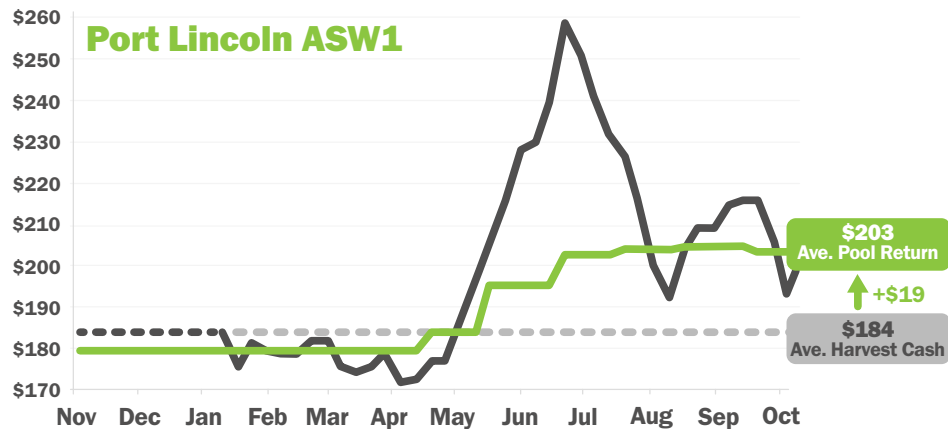
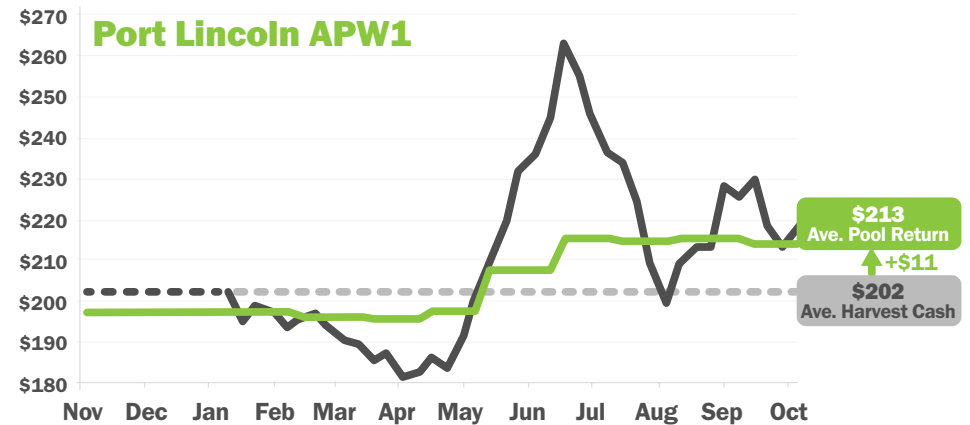
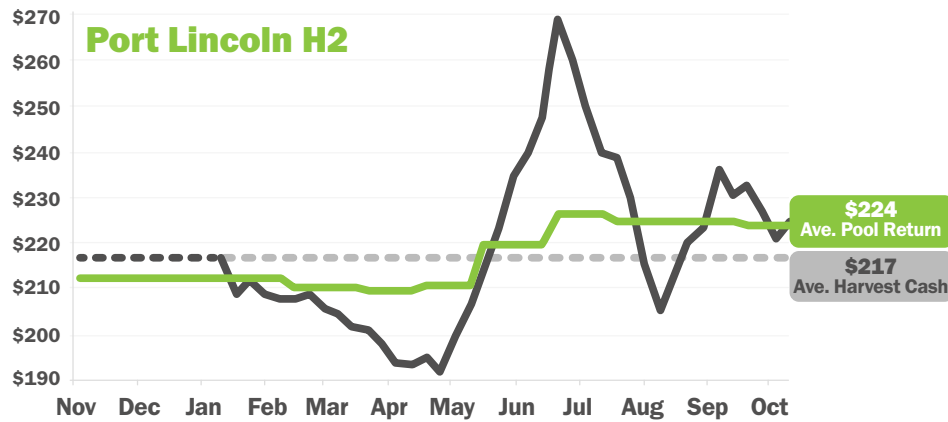
The Strategic Pool implemented a post-harvest hedging strategy to protect down side price risk using the wide carries in the US futures market to help offset carry costs. Another key strategy post-harvest employed was port zone spreading, we recognised the illiquidity of Port Lincoln and Thevenard, where demand can be erratic and unsustainable. Therefore, when demand in these ports was strong (but basis was still weak), we sold these tonnes and replaced the position in Port Adelaide and other locations on the east coast. Moving onto grade spreads, APW1 and higher quality grades at harvest were demanding an attractive premium, whereas ASW1 was heavily discounted (-\$20/t in January). We saw this as an opportunity to sell higher quality grades and replace the position in ASW1 where the case for greater basis appreciation post-harvest was stronger.



— Net pool value progression
 — Cash price (net of carry costs)
 - - - Weighed average harvest price



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