**COMPANY ANNOUNCEMENT**
**AACL HOLDINGS LIMITED (ASX: AAY)**

**RELEASE TIME:** IMMEDIATE
**DATE:** 6 May 2010

## Variation to Convertible Note Terms

On 28 October 2009, AACL Holdings Limited (**AACL**) and Broadacre Asset Management Limited entered into a Convertible Note Deed with Augustus Minerals Limited (**Augustus**) pursuant to which Augustus agreed to subscribe the sum of $1,000,000 (**Subscription Sum**) for a convertible note in AACL Holdings Ltd (**Convertible Note**).

The Convertible Note was repayable upon the election of Augustus (**Redemption Date**), which shall not be earlier than 90 days, and no later than 360 days, after 28 October 2009 (**Completion Date**).

At any time prior to the Redemption Date, Augustus may elect to convert the Subscription Sum and all monies owing under the Convertible Note into Shares at an issue price of 25 cents per Share (**Issue Price**). AACL must pay a "Fixed Interest Fee" of $100,000 to Augustus upon repayment of the Subscription Sum or conversion of the Convertible Note.

### Varied Terms

The Convertible Note Deed has been amended via a Deed of Variation dated 4 May 2010, which:

1. amends the Completion Date to 31 December 2009 and therefore extending the repayable date up to 360 days from 31 December 2009; and
2. deletes the "Fixed Interest Fee" and replaces it with a payment of $100,000 as an "Initial Interest Fee" payable immediately and then a quarterly interest payment at the rate of 10% per annum calculated at the end of each quarter. This equates to a $25,000 each quarter commencing at the 30 June 2010 quarter end.

For further information visit www.aaclholdings.com.au, or contact:

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**About AACL**
*AACL is an agricultural investment and management company that operates one of the largest grain production enterprises in Australia. AACL's unique model (known as Grain Co-Production) partners investors and professional famers to grow large scale crops such as wheat, barley and canola. In addition to Grain Co-Production, AACL also offers farmers opportunities in grain marketing and carbon sequestration. AACL is a national business with its head office in Perth and regional offices across Western Australia, New South Wales, Victoria and South Australia. For further information visit www.aaclholdings.com.au* or *www.aacl.com.au.*