

**ASX RELEASE**

SUPERSORGHUM TRIALS

A1 announces that it has delivered SuperSorghum seed to two farming operators and two government agriculture departments to undertake further test farming of SuperSorghum in northern Queensland, Northern Territory and the north of Western Australia.

A1 is the exclusive distributor of SuperSorghum in Australia. SOL Holdings ("SOL"), a Japanese listed company (Tokyo Stock Exchange) and the worldwide holder of the rights to SuperSorghum has entered a heads of agreement with A1 for its distribution in Australia. SOL is also a direct investor in A1 as part of the arrangements to fund A1 and the SuperSorghum business in Australia.

Subject to the result of the test farming each represents a substantial commercial opportunity for A1 to commercialise SuperSorghum in Australia.

The Northern Territory (Katherine and Douglas Daly) and Western Australia (Kununurra) tests are particularly important as each could lead in the immediate future to substantial plantings of SuperSorghum. The focus of the Northern Territory tests is the production of stock feed, whilst in Kununurra the focus is upon sugar production.

The test farming in Katherine, Kununurra and Home Hill in Queensland are all on irrigated land whilst the test at Douglas Daly will rely on natural rainwater and the wet season.

**Charlie Nakamura (A1), Yukio Kawamoto
(SuperSorghum Japan-SOL) and
Justin Stone (African Mahogany). African Mahogany
plantation 7-8 year old trees
Douglas Daly NT**



A1 is seeking to add value to its seed business and is examining the feasibility of forming joint ventures with the farming operators to share the benefits and risks of the production of SuperSorghum and its subsequent use.



Ord River Valley Farms in the area of the Kununurra test for SuperSorghum

Significant opportunities have arisen in recent times by virtue of the activities of Kimberley Agriculture Investments in the Ord River Valley (“KAI”). KAI has some 12,000 hectares of existing irrigated farming land in the Ord Valley and has recently signed an agreement with the WA government to lease and create 13,400 hectares of irrigated farmland as part of the Ord-East Kimberley Expansion Project. Land will be leased to KAI for terms ranging from 10 to 50 years with options for a 25-year extension, subject to performance. KAI is a PRC Chinese venture.

**Kununurra Research Station
Test paddock for the SuperSorghum**

**Charlie Nakamura (A1),
Yukio Kawamoto
(SuperSorghum Japan) and
Mark Warmington
(WA Department of Agriculture)**



KAI also purchased the old Kununurra sugar mill in July 2014 and has announced its intention to focus upon sugar production on its new expanded farm land. The WA Department of Agriculture is assisting KAI with its crop selection and is undertaking the test planting of SuperSorghum as part of this process. A1 remains confident that SuperSorghum is the answer.

The potential further expansion of Australian live cattle exports particularly to China also represents a significant opportunity to A1 in the increased need for stock feed and for the potential to undertake feedstock lot fattening in northern Australia. Both Kununurra and Douglas Daly are well placed to take advantage of this latest development in live cattle exports.

Yours faithfully

A1 INVESTMENTS & RESOURCES LTD



Charlie Nakamura
Director