

Australian Green & Gold Limited – Disclosure Notice to Growers in the Brooklyn Park Olive Groves MIS, Stages 1 to 4 Extension, ARSN: 087 477 610.

August 17, 2010.

Dear Growers

Re : Grower returns for the 2010 harvest

This correspondence is to advise of the results of your 2010 Brooklyn Park Olive Groves harvest and required changes to the timing of the sale of your processed olive produce. The harvest was carried out throughout April, May and June this year and processed by Australian Green and Gold Olive Processors Limited predominantly into extra virgin olive oil and a small amount to table olives.

A combined yield of over 563 tonnes of olives were harvested from the schemes assets, resulting in a total of 20 tonnes of table olives and 87,891 litres of extra virgin olive oil. Specific details of each stages yield results are detailed below.

Stage	Year of planting	Yield (kgs)	% of projection
1	2000/2001	15,254	9.07%
2	2002	8,414	9.35%
3	2003	20,000	21.15%
3	2004	34,979	8.17%
3	2005	25,133	19.53%
4	2005	204,942	34.35%
4	2006	16,926	151.12%
4 Ext	2006	236,984	169.27%

Due to circumstances outside management's control, the yield for this year's harvest across project stages 1 - 2000 to 4 - 2005 did not meet managements yield projections, (please refer to the disclosure notice of 11/11/2009 regarding the affect of the severe dust storms.)

In the younger stages of the grove, Stage 4 and 4 extension, (2006 Growers,) yields were produced in excess of management projections, reaching 151% and 169% respectively of yield targets. Farm management are very encouraged by these figures for future years harvests. The impact of the dust storms resulted in variances in yields achieved between the different stages. The differing age, variety and location between the stages meant the dust storm had differing impacts, due to the timing of flowering and fruit set.

Other factors outside of agricultural influences will affect the timing and returns delivered to Growers. These are the product mix influenced by the ability to access appropriate table olive processing facilities, and price. The original processing agreement in place with Inglewood Olive Processors (IOP) is defunct as a result of the company's demise. AGG sourced alternative processing facilities for Growers future harvests via purchasing the old facility from IOP along with importing state of the art, oil processing equipment. AGG invited Growers to participate in this vertical integration into processing and marketing via a Prospectus. Unfortunately, only minimum subscription was reached which resulted in funds being applied to complete stage one of the facility only, which does not include table olive processing facilities.

Management has planted olive varieties (as per the relevant PDS), resulting in a mix of 70% oil and 30% table olive variety, split across all pooled project plantings. The table produce generally attracts a much higher return for Growers than oil variety fruit, causing the combined average price to be increased. This season AGG had no alternative than to process all fruit on behalf of Growers into

extra virgin olive oil with the exception of approximately 20 tonnes of table olive pickling.

The AGG Board is considering all avenues to raise funds to access future table olive pickling facilities via Australian Green and Gold Olive Processor's Limited, (AGGOPL). This will be paramount to ensure Growers average price achieved and future returns are in line with expectations.

A flow on effect from the changes to accessing appropriate processing facilities is the timing of the sale of produce. 2010 will be a transitional year for Growers in that the produce harvested in the June 2010 harvest has been processed predominantly into oil, and pooled for sale via three avenues; the Australian Green and Gold brand via the website, a domestic and export pooling arrangement with Boundary Bend and other independent direct sales. This oil is held in stock as at 30 June 2010 and will therefore be sold proportionately throughout the coming financial year. The specific changes affecting your investment will be;

1. Your 2010 periodic statement will show no income and no fees for the period.
2. Stock is held as Scheme assets as at June 30, 2010.
3. The sale of this stock will be apportioned from the pool throughout the 2011 financial year.
4. All proceeds from the sales of stock will be distributed proportionately as and when the oil is sold and following the scheme paying all creditors for freight, processing and storage costs.
5. The Scheme's financial accounts will show a loss as at June 30, 2010.

Australian Green & Gold Limited (AGG) as Responsible Entity and Manager will also show a 2010 financial year accounting loss. AGG earns its income as a percentage of gross sales from Growers produce. This transitional year has resulted in AGG being unable to charge management fees on Scheme asset sales until the transaction takes place. AGG, together with Growers, will incur a lag in accessing income from their business activities. AGG anticipates realising this income within the 2011 financial year.

AGG's Board have been pro-actively managing all facets of its business activities during this turbulent time of the global financial crisis and the failings of the agribusiness sector. Further set-backs such as tight equity markets resulting in no access to funds for development of required processing facilities and agricultural events that have affected yields and hence returns to Growers and AGG, have provided challenging times. AGG is committed to effectively managing these challenges and look forward to a positive and prosperous 2011 financial year.

Should you have any enquiries, please contact either:

- Natalie Paul, General Manager, Australian Green & Gold Limited, OR
- Christine Allsop, Administration Manager, Australian Green & Gold Limited.

Yours faithfully,



Peter Shakspeare
Managing Director
Australian Green & Gold Limited