

20 January 2015

PHOSPHATE MARKET AND COMPANY UPDATE

Highlights

- Early results from Aguia's drilling program are confirming the extension of Três Estradas South mineralization to the south west at surface and at depth. Recall, Três Estradas South forms the south west strike extension of the previously announced Três Estradas in-pit resource (30.5 million MT @4.3% P2O5).
- On January 9, Aguia announced a rights issue for up to A\$1.02 million. Use of proceeds is primarily continued drilling and also an initial review of a TSX-V listing.
- Phosphate rock prices have been holding up while agricultural commodity prices have been softening after the Q4 14 rally. Despite the recent drop in oil price, we expect the phosphate rock price to remain relatively strong due to the supply-related issues with oil (rather than economic/financial).
- Junior phosphate and potash explorers and developers outperformed over the past month. After phosphate stock prices dropped ~36% in 2014, prices were up ~11% m/m in mid January 2015.

Aguia Update

Positive Results from First Phase of Drilling Program

On January 9, Aguia released results from the first batch of assays from the ongoing reverse circulation and diamond drilling program, which was initiated in December 2014 to systematically test the mineralization at Três Estradas South. Três Estradas South forms the southwest strike extension of the previously announced Três Estradas in-pit resource of 30.5 million MT grading 4.3% P2O5¹, which includes indicated resources of 9.9 million MT @ 5.03% P2O5 and inferred resources of 20.6 million MT @ 3.94% P2O5. The program is ongoing and to date 1,595 meters of diamond drilling (of 3,000 m planned) and 1,010 meters of reverse circulation drilling (of 1,000 m planned) have been

¹ SRK Consulting: Cut-off of 3.0% P2O5, as announced in March 2014 Quarterly Report

drilled. The initial results are positive and confirm the extension of the Três Estradas South mineralization to the southwest at surface and at depth. Both oxide mineralization and fresh carbonate are identical in texture and grade to the current pit-constrained resource that was delineated in the previous programs.

Rights Offering

On January 9, Agua announced a rights issue (1 for 10 at A\$0.04 per share, maximum new shares to be 25.4 million) to raise A\$1.02 million. The proposed use of funds is for expansion of the Três Estradas resource and funding delineation drill testing of the neighbouring Joca Tavares project, with the objective of defining at least 75 million tonnes of phosphate resources between the two deposits.

Funds raised will also cover the cost of the issue and provide working capital. The closing date is January 30, 2015 and new shares are expected to commence trading on the ASX on February 6, 2015.

If the offer is fully subscribed, it is expected that there will be 279.3 million shares outstanding at closing (assuming no options are exercised). Sulliden Mining Capital (Agua's largest shareholder at 15.7%) has a top-up right to maintain its percentage holding.

| Proposed Use of Funds | |
|-----------------------------------|------------------|
| Item | A\$ |
| Cost of issue (fully subscribed) | 55,000 |
| Joca Tavares project | 400,000 |
| Initial review of TSX-V listing | 150,000 |
| Três Estradas | 100,000 |
| Drill testing and evaluation | 250,000 |
| Working capital, overhead | 60,799 |
| Total/Maximum Funds Raised | 1,015,799 |

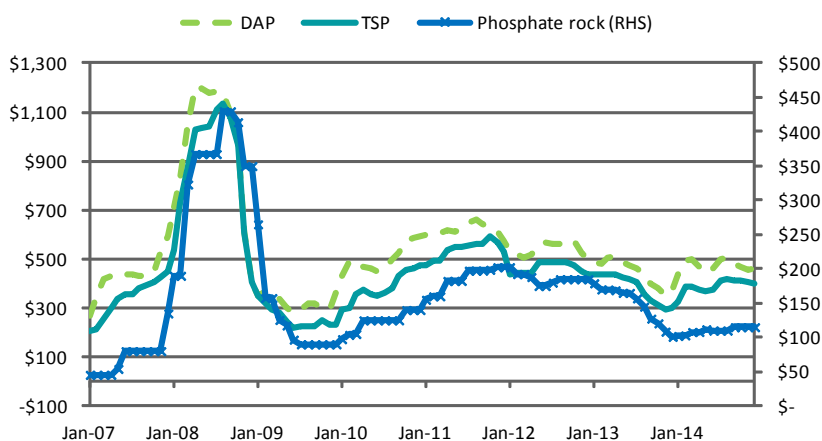
Source: Agua

Potential TSX-V Listing

A portion of the funding from the Rights Issue (~A\$150,000) is earmarked for an initial review of a TSX-V listing.

Phosphate Rock Prices Hold Steady; Ag Commodity Prices Stall After Q4 14 Rally

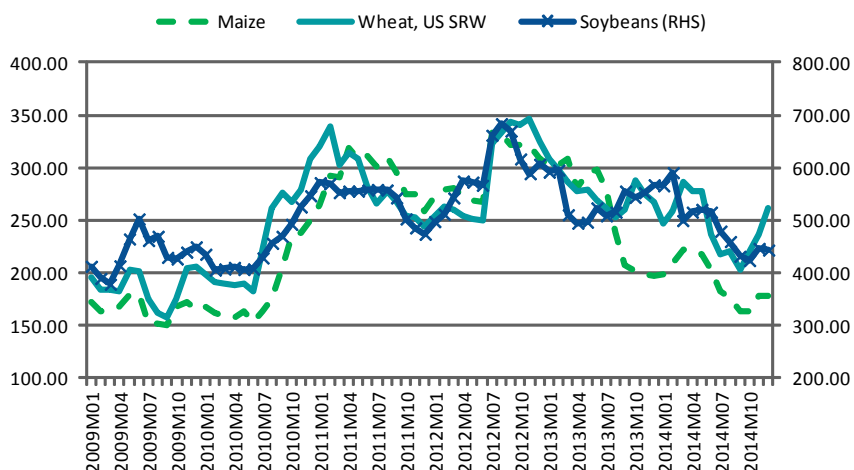
Phosphate Rock and Fertilizer Prices (\$/mt)



Source: Worldbank

Phosphate rock prices held steady in December at US\$115/t while DAP prices were up +2% and TSP prices fell -1% m/m. Phosphate rock, DAP and TSP prices were up 14%, 24% and 34% in 2014. Recent data from Mosaic indicates phosphate rock prices continue to remain steady in January (MOS reports a price of US\$120/t). DAP and MAP prices were up in early January.

Corn, Wheat and Soybean Prices (US\$/mt)



Source: Worldbank

Agriculture commodity prices (soybeans, corn and wheat) were down ~15% y/y on average in 2014 indicating softer farmer demand in 2014/15. The recent January USDA WASDE report forecasts corn, soybean and wheat prices down 46%, 19% and 18%, respectively, since the 2012 peak, primarily driven by higher inventories. Note, however, that corn, soybean and wheat price forecasts have been adjusted upward from December's estimate (+4.3%, +2.0%, and +1.7%, respectively).

Agriculture commodity prices have started to roll over in early January after the Q4 rally that ended in December. Soybean prices were off 1% m/m at the end of December, corn prices were flat m/m and wheat prices were up 11% m/m. All of the commodities rebounded off recent multi-year lows in September/October.

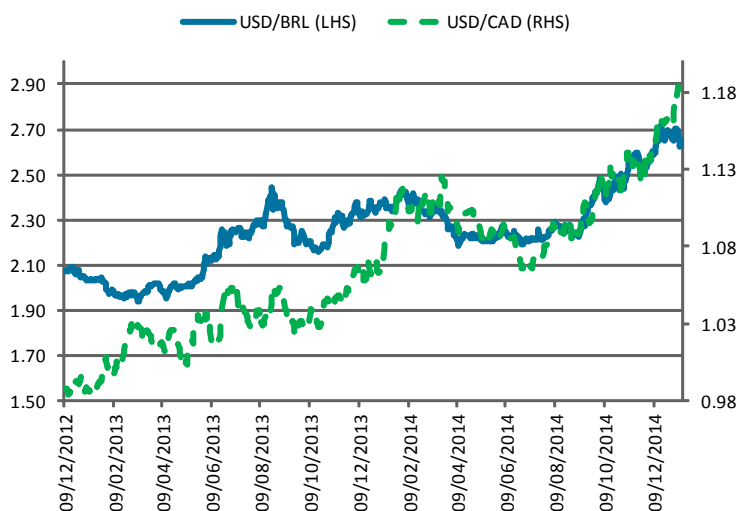
January WASDE Average US Farm Price (US\$/bu)

| Crop Year | Corn | | | | | Soybeans | | | | | Wheat | | | | |
|-----------|------|------|---------|--------------|---------------|----------|-------|---------|--------------|---------------|-------|------|---------|--------------|---------------|
| | Low | High | Average | Y/Y % Change | % Chg 2011/12 | Low | High | Average | Y/Y % Change | % Chg 2011/12 | Low | High | Average | Y/Y % Change | % Chg 2011/12 |
| 2011/12 | 5.70 | 6.70 | 6.20 | | | 10.95 | 12.45 | 11.70 | | | 6.95 | 7.45 | 7.20 | | |
| 2012/13 | 6.80 | 8.00 | 7.40 | 19% | 16% | 13.50 | 15.00 | 14.25 | 22% | 22% | 7.65 | 8.15 | 7.90 | 10% | 8% |
| 2013/14 | 4.10 | 4.70 | 4.40 | -41% | -31% | 11.75 | 13.25 | 12.50 | -12% | 7% | 6.60 | 7.00 | 6.80 | -14% | -7% |
| 2014/15 | 3.35 | 3.95 | 3.65 | -17% | -46% | 9.45 | 10.95 | 10.20 | -18% | -19% | 5.90 | 6.30 | 6.10 | -10% | -18% |

Source: USDA

Foreign Exchange: BRL and CAD Weaker vs. USD in December; CAD continues to Weaken in January

Foreign Exchange: BRL and CAD vs. USD



Source: Oanda.com

The CAD and BRL weakened -2.8% and -5.7% m/m, respectively, in December versus the USD. In January, the CAD has continued to weaken (-2.2%) while the BRL has strengthened (+1.4%) since the end of December. It is possible the CAD could weaken further with a continued decline in the oil price.

A stronger USD versus the currency of importing countries generally results in decreased demand for agricultural commodities. Fertilizer producers with operations outside the US, however, stand to benefit from a stronger USD notably if their domestic currency has depreciated. Fertilizer

nutrient producers such as PotashCorp (POT-N) and Agrium (AGU-N) should benefit from selling product in USD and operating in Canada this year. Local Brazilian producers are in a similar situation with the depreciating Real. Lower natural gas costs will also continue to help the nitrogen producers.

Market Action: Junior Explorers and Developers Outperformed Over the Past Month

Stock prices of global fertilizer producers were mixed over the past month. After November's rally (primarily related to North American potash on the back of brine inflow/ shut down at Uralkali's Solikamsk-2 mine), stock prices pulled back in December and potash/phosphate producers were -2.5% to +4.9% m/m in January (except Uralkali, which was down 12.9% m/m). CF Industries and Yara International were the exception, up 10.0% and 17.5% m/m, respectively, as they are highly exposed to nitrogen, which is benefitting from lower gas prices and the sharp drop in oil prices. CF Industries and Yara International were also the outperformers in 2014, up 17% and 29% y/y, respectively. PotashCorp, Agrium and K+S were up 7%, 4% and 2% y/y, respectively, while the remainder of the producers had returns of 0% to -10% (with the exception of Uralkali, which was down 55% y/y).

Junior fertilizer explorers and developers bounced back over the past month with junior phosphate company stock prices up 10.8% m/m and junior potash company stock prices up 5.1% m/m on average. In 2014, junior phosphate and potash explorers and developers were down 36.1% and 29.3% y/y on average. The only junior stocks with positive gains in 2014 were DuSolo Fertilizer (+29%) and Verde Potash (+17%), both located in Brazil.

The broader agriculture sector pulled back over the last month with most subsectors (farm equipment and distributors, seed/processors, sugar/ethanol producers and animal protein producers) all down, notably those with exposure and correlation to the falling oil price (equipment distributors, ethanol producers, etc). In 2014, processors (primary and secondary as well as animal protein) outperformed the sector on average (primary/secondary processors were +24.4% y/y on average and animal protein producers were +29.8% y/y). US ethanol producers were +64% y/y on average. Brazilian farmland owners/growers underperformed with an average return of -35% y/y.

Agriculture ETFs continued their trend m/m in December with the strongest performance coming from ETFs that have been short commodities, notably corn, wheat, soybean and sugar (i.e. AGA, DEE and DDP).

~Fertilizer News~

| Date | Company | Ticker | Category | Details |
|--------|----------------------------|---------------|---------------|--|
| Jan-19 | Mosaic Company | MOS | Producer | Raised Q4 and FY 2014 guidance on higher phosphate volume and phosphate and potash margins |
| Jan-19 | Agrium | AGU | Producer | Mayo Schmidt rejoined Board of Directors |
| Jan-12 | ICL | ICL | Producer | Launched 'Potash for Growth' program in Ethiopia |
| Jan-12 | DuSolo | DSF | Jr. Phosphate | Entered into sales contract totalling 40,000t DANF for 2015 |
| Jan-12 | PotashCorp, Agrium, Mosaic | POT, AGU, MOS | Producer | Canpotex announced new 3-year deal with Sinofert |
| Jan-06 | Agrium | AGU | Producer | Entered into agreement to sell Niota and Meredosia storage and distribution assets to Trammo |
| Jan-02 | Karnalyte | KRN | Jr. Potash | Announced discussions in connection with obtaining financing of ~US\$700mln; AGM set for May 12, 2015 |
| Jan-02 | Mag Industries | MAA | Jr. Potash | Announced that Letter of Commitment from China Development Bank remains active but no guidance can be given on a timeline or outcome of the approval process ('Mengo Project') |
| Dec-31 | Agrium | AGU | Producer | Mayo Schmidt (recently resigned from AGU board) announced he will <u>not</u> be taking the role of CEO at Louis Dreyfus |
| Dec-31 | Agrium | AGU | Producer | Completed tie-in for Vanscoy expansion, reports potash production |

~Agriculture News~

| Date | Company | Ticker | Category | Details |
|--------|------------------|--------|-----------------|--|
| Jan-16 | Monsanto | MON | Seeds | Announced \$365 mln debt offering |
| Jan-16 | Pilgrim's Pride | PPC | Protein | Declared special cash dividend of \$5.77/share |
| Jan-12 | Dupont | DD | Crop Protection | Announced sale of theater business |
| Jan-08 | High Liner Foods | HLF | Protein | Announced closure of Malden manufacturing facility in US by Q2 |
| Jan-08 | Dupont | DD | Crop Protection | Activist investor Nelson Peltz's Trian Fund nominates himself and 3 others to board in attempt to break up the company |
| Jan-07 | Monsanto | MON | Seeds | Reported Q1 15 results; beat street; lowered Q2 15 guidance but maintained FY15 guidance |
| Jan-06 | Lindsay Corp | LNN | Farm Equipment | Reported Q1 15; missed street |
| Dec-31 | Pacific Ethanol | PEIX | Ethanol | Entered into merger agreement with Aventine Renewable Energy Holdings |
| Dec-23 | Monsanto | MON | Seeds | Settled patent lawsuits over seed technology with Dupont |

Source: Reuters, Bloomberg, Yahoo

~ Fertilizer Stock Price Performance ~

| Company | Ticker | Currency | S/O mln | 19-Jan-15 Price | Market Cap (mln) | Historical Prices | | % Change | |
|------------------------------------|---------|----------|---------|--------------------|---------------------|-------------------|-----------------|-------------|-------------|
| | | | | | | 01-Jan-15 | mid Dec 2014 | YTD | m/m |
| Global Fertilizer Producers | | | | | | | | | |
| PotashCorp | POT-N | USD | 829.8 | 35.09 | 29,117.7 | 35.32 | 35.60 | -0.7% | -1.4% |
| Agrium | AGU-N | USD | 143.7 | 100.12 | 14,387.2 | 94.72 | 95.46 | 5.7% | 4.9% |
| Mosaic Company | MOS-N | USD | 371.3 | 45.99 | 17,076.1 | 45.65 | 46.10 | 0.7% | -0.2% |
| CF Industries | CF-N | USD | 49.7 | 297.63 | 14,792.2 | 272.54 | 270.47 | 9.2% | 10.0% |
| Sociedad Quimica y Minera | SQM-N | USD | 265.6 | 22.89 | 6,079.6 | 23.88 | 23.48 | -4.1% | -2.5% |
| Yara International | YAR-NO | NOK | 276.2 | 385.20 | 106,392.2 | 333.80 | 327.70 | 15.4% | 17.5% |
| Uralkali | URKA-LN | USD | 587.2 | 10.61 | 6,229.3 | 11.79 | 12.18 | -10.0% | -12.9% |
| Average | | | | | | | | 2.3% | 2.2% |

Phosphate

| | | | | | | | | | |
|------------------------|---------|-----|-------|-------|----------|-------|-------|-------------|-------------|
| Producers | | | | | | | | | |
| Mosaic Company | MOS-N | USD | 371.3 | 45.99 | 17,076.1 | 45.65 | 46.10 | 0.7% | -0.2% |
| Jordan Phosphate Mines | JOPH-JO | JOD | 75.0 | 6.50 | 487.5 | 6.52 | 6.13 | -0.3% | 6.0% |
| Phosagro | PHOR-LI | USD | 388.5 | 10.25 | 3,983.1 | 10.20 | 9.90 | 0.5% | 3.6% |
| Average | | | | | | | | 0.3% | 3.1% |

Junior Explorer and Developers

| | | | | | | | | | |
|----------------------------|--------|-----|-------|------|-------|------|------|--------------|--------------|
| MBAC Fertilizer Corp. | MBC-T | CAD | 181.6 | 0.08 | 14.5 | 0.09 | 0.07 | -11.1% | 14.3% |
| GB Minerals | GBL-V | CAD | 212.8 | 0.04 | 8.5 | 0.04 | 0.04 | 0.0% | 0.0% |
| Stonegate Agricom | ST-T | CAD | 194.2 | 0.05 | 8.7 | 0.05 | 0.04 | -10.0% | 28.6% |
| Arianne Phosphate | DAN-V | CAD | 92.9 | 0.79 | 73.4 | 0.83 | 0.80 | -4.8% | -1.3% |
| Legend International Hldgs | LGD-AU | AUD | 444.1 | 0.24 | 106.6 | 0.25 | 0.26 | -4.0% | -5.9% |
| Celamin Holdings | CNL-AU | AUD | 235.7 | 0.01 | 2.4 | 0.01 | 0.01 | 11.1% | 11.1% |
| Minbos Resources Limited | MNB-AU | AUD | 944.1 | 0.00 | 2.8 | 0.00 | 0.00 | 0.0% | 0.0% |
| Minemakers Limited | MAK-AU | AUD | 247.5 | 0.07 | 17.3 | 0.07 | 0.07 | 0.0% | 4.5% |
| Great Quest | GQ-V | CAD | 48.9 | 0.60 | 29.3 | 0.80 | 0.70 | -25.0% | -14.3% |
| Phoscan Chemical | FOS-T | CAD | 156.8 | 0.29 | 44.7 | 0.28 | 0.29 | 1.8% | 0.0% |
| Rum Jungle Resources | RUM-AU | AUD | 385.5 | 0.07 | 28.1 | 0.06 | 0.06 | 21.7% | 32.7% |
| Agua Resources Limited | AGR-AU | AUD | 253.9 | 0.03 | 7.6 | 0.04 | 0.04 | -21.1% | -14.3% |
| DuSolo Fertilizer | DSF-V | CAD | 104.5 | 0.25 | 26.1 | 0.27 | 0.30 | -7.4% | -15.3% |
| Chatham Rock Phosphate | CRP-NZ | NZD | 158.8 | 0.22 | 34.9 | 0.20 | 0.19 | 10.0% | 15.8% |
| Focus Ventures | FCV-V | CAD | 76.9 | 0.21 | 16.1 | 0.19 | 0.18 | 10.5% | 16.7% |
| Strata Minerals | SMP-V | CAD | 21.4 | 0.11 | 2.4 | 0.10 | 0.06 | 10.0% | 100.0% |
| Average | | | | | | | | -1.1% | 10.8% |

Potash

| | | | | | | | | | |
|---------------------------|---------|-----|--------|---------|----------|---------|---------|--------------|--------------|
| Producers | | | | | | | | | |
| PotashCorp | POT-N | USD | 829.8 | 35.09 | 29,117.7 | 35.32 | 35.60 | -0.7% | -1.4% |
| Mosaic Company | MOS-N | USD | 371.3 | 45.99 | 17,076.1 | 45.65 | 46.10 | 0.7% | -0.2% |
| Sociedad Quimica y Minera | SQM-N | USD | 265.6 | 22.89 | 6,079.6 | 23.88 | 23.48 | -4.1% | -2.5% |
| Uralkali | URKA-LN | USD | 587.2 | 10.61 | 6,229.3 | 11.79 | 12.18 | -10.0% | -12.9% |
| K+S | SDF-GR | EUR | 191.4 | 24.82 | 4,750.5 | 22.92 | 23.20 | 8.3% | 7.0% |
| Isreal Chemicals Ltd | ICL-TA | ILS | 1271.3 | 2830.00 | 35,977.8 | 2828.00 | 2868.00 | 0.1% | -1.3% |
| Intrepid Potash | IPI-N | USD | 75.5 | 13.30 | 1,004.5 | 13.88 | 13.81 | -4.2% | -3.7% |
| Average | | | | | | | | -1.4% | -2.2% |

Junior Explorer and Developers

| | | | | | | | | | |
|---------------------------|--------|-----|--------|------|-------|-------|-------|--------------|-------------|
| Allana Potash | AAA-T | CAD | 325.2 | 0.35 | 113.8 | 0.34 | 0.32 | 2.9% | 9.4% |
| Encanto Potash | EPO-T | CAD | 306.3 | 0.08 | 24.5 | 0.08 | 0.05 | 0.0% | 60.0% |
| Karnalyte Resources | KRN-T | CAD | 27.5 | 0.85 | 23.4 | 0.80 | 0.79 | 6.3% | 7.6% |
| Western Potash | WPX-T | CAD | 226.8 | 0.24 | 54.4 | 0.24 | 0.23 | 0.0% | 6.7% |
| Elemental Minerals | ELM-AU | AUD | 315.7 | 0.25 | 78.9 | 0.23 | 0.21 | 8.7% | 19.0% |
| Passport Potash | PPI-V | CAD | 109.5 | 0.01 | 1.1 | 0.01 | 0.01 | 0.0% | 0.0% |
| Prospect Global Resources | PGRX-O | USD | 5.0 | 0.11 | 0.5 | 0.08 | 0.11 | 37.5% | 0.0% |
| South Boulder Mines | STB-AU | AUD | 139.0 | 0.20 | 27.8 | 0.19 | 0.19 | 5.3% | 5.3% |
| Verde Potash | NPK-T | CAD | 37.6 | 0.47 | 17.5 | 0.55 | 0.47 | -15.5% | 0.0% |
| IC Potash | ICP-T | CAD | 172.8 | 0.23 | 39.7 | 0.25 | 0.24 | -8.0% | -4.2% |
| Sirius Minerals | SXX-LN | GBP | 1896.0 | 8.63 | 163.5 | 10.50 | 10.24 | -17.9% | -15.8% |
| EPM Mining Ventures | EPK-V | CAD | 114.7 | 0.19 | 21.2 | 0.22 | 0.21 | -15.9% | -9.8% |
| Potash Ridge | PRK-T | CAD | 86.8 | 0.15 | 13.0 | 0.17 | 0.17 | -11.8% | -11.8% |
| Average | | | | | | | | -0.6% | 5.1% |

Source: Yahoo, Bloomberg, Marketwatch, Reuters

~ Agriculture Sector Stock Price Performance ~

| Company | Ticker | Currency | S/O mln | 19-Jan-15 Price | Market Cap (mln) | Historical Prices | | % Change | |
|--|----------|----------|---------|--------------------|---------------------|-------------------|-----------------|---------------|---------------|
| | | | | | | 01-Jan-15 | mid Dec 2014 | YTD | m/m |
| Farm Equipment Manufacturers and Distributors | | | | | | | | | |
| Farm Equipment Manufacturers | | | | | | | | | |
| Deere & Co. | DE-N | USD | 358.4 | 87.30 | 31,290.1 | 88.47 | 90.24 | -1.3% | -3.3% |
| Caterpillar | CAT-N | USD | 605.4 | 83.86 | 50,768.8 | 91.53 | 92.32 | -8.4% | -9.2% |
| CNH Global | CNHI-N | USD | 1354.2 | 7.60 | 10,291.8 | 8.06 | 8.18 | -5.7% | -7.1% |
| Terex | TEX-N | USD | 108.4 | 22.56 | 2,445.5 | 27.88 | 27.43 | -19.1% | -17.8% |
| AGCO Corporation | AGCO-N | USD | 91.0 | 43.33 | 3,942.2 | 45.20 | 45.00 | -4.1% | -3.7% |
| Art's Way Manufacturing | ARTW-O | USD | 4.1 | 4.90 | 19.8 | 5.21 | 5.00 | -6.0% | -2.0% |
| Lindsay Corporation | LNN-N | USD | 12.2 | 82.92 | 1,011.6 | 85.74 | 84.50 | -3.3% | -1.9% |
| Ag Growth | AFN-T | CAD | 13.4 | 53.32 | 714.5 | 56.51 | 55.59 | -5.6% | -4.1% |
| Average | | | | | | | | -6.7% | -6.1% |
| Farm Equipment Distributors | | | | | | | | | |
| Finning | FTT-N | USD | 172.4 | 21.52 | 3,709.4 | 25.23 | 24.72 | -14.7% | -12.9% |
| Toromont | TIH-N | USD | 77.1 | 27.60 | 2,127.1 | 28.51 | 28.13 | -3.2% | -1.9% |
| Titan Machinery | TITN-N | USD | 21.4 | 13.29 | 284.5 | 13.94 | 13.71 | -4.7% | -3.1% |
| Cervus | CVL-T | CAD | 15.4 | 19.90 | 305.5 | 20.59 | 19.68 | -3.4% | 1.1% |
| Rocky Mountain | RME-T | CAD | 19.3 | 8.56 | 165.5 | 9.50 | 9.05 | -9.9% | -5.4% |
| Average | | | | | | | | -7.2% | -4.4% |
| Farmland Owners/Growers | | | | | | | | | |
| Adecoagro SA | AGRO-N | USD | 122.4 | 7.94 | 971.9 | 8.01 | 7.98 | -0.9% | -0.5% |
| BrasilAgro | AGRO3-SA | BRL | 58.4 | 8.50 | 496.6 | 9.09 | 8.51 | -6.5% | -0.1% |
| Vanguarda Agro SA | VAGR3-SA | BRL | 387.4 | 0.99 | 383.5 | 1.02 | 0.99 | -2.9% | 0.0% |
| SLC Agricola SA | SLCE3-SA | BRL | 98.9 | 14.05 | 1,389.5 | 14.10 | 14.10 | -0.4% | -0.4% |
| Average | | | | | | | | -2.7% | -0.2% |
| Seeds, Crops and Processors | | | | | | | | | |
| Seed & Genetics | | | | | | | | | |
| Monsanto | MON-N | USD | 484.1 | 117.59 | 56,921.8 | 119.47 | 122.04 | -1.6% | -3.6% |
| Syngenta | SYT-N | USD | 464.7 | 66.51 | 30,909.2 | 64.24 | 65.05 | 3.5% | 2.2% |
| Average | | | | | | | | 1.0% | -0.7% |
| Crop Protection | | | | | | | | | |
| The Dow Chemical Company | DOW-N | USD | 1178.6 | 44.79 | 52,787.7 | 45.61 | 45.77 | -1.8% | -2.1% |
| E.I du Pont de Nemours & Co | DD-N | USD | 906.0 | 74.25 | 67,266.8 | 73.94 | 74.14 | 0.4% | 0.1% |
| FMC Corporation | FMC-N | USD | 133.3 | 58.29 | 7,768.3 | 57.03 | 56.51 | 2.2% | 3.1% |
| Average | | | | | | | | 0.3% | 0.4% |
| Processors (Primary and Secondary) | | | | | | | | | |
| Bunge | BG-N | USD | 145.2 | 91.96 | 13,352.6 | 90.91 | 92.14 | 1.2% | -0.2% |
| Archer Daniels Midland | ADM-N | USD | 643.8 | 47.68 | 30,695.9 | 52.00 | 52.72 | -8.3% | -9.6% |
| Andersons | ANDE-O | USD | 28.9 | 46.88 | 1,354.8 | 53.14 | 53.81 | -11.8% | -12.9% |
| Ingredion | INGR-N | USD | 71.9 | 83.78 | 6,020.4 | 84.84 | 85.53 | -1.2% | -2.0% |
| AGT Food and Ingredients | AGT-T | CAD | 23.1 | 27.26 | 628.6 | 27.54 | 27.36 | -1.0% | -0.4% |
| Ridley | RCL-T | CAD | 12.8 | 28.22 | 360.9 | 30.29 | 29.99 | -6.8% | -5.9% |
| Legumex Walker | LWP-T | CAD | 16.3 | 2.50 | 40.7 | 2.65 | 2.29 | -5.7% | 9.2% |
| Average | | | | | | | | -4.8% | -3.1% |
| Sugar & Ethanol Producers | | | | | | | | | |
| Pacific Ethanol | PEIX-O | USD | 24.5 | 8.12 | 198.8 | 10.33 | 10.91 | -21.4% | -25.6% |
| Green Plains | GPPE-O | USD | 37.6 | 21.39 | 804.5 | 24.78 | 24.73 | -13.7% | -13.5% |
| Rogers Sugar | RSI-T | CAD | 94.0 | 4.44 | 417.5 | 4.75 | 4.65 | -6.5% | -4.5% |
| Cosan SA | CSAN3-SA | BRL | 407.2 | 24.60 | 10,017.4 | 28.85 | 27.75 | -14.7% | -11.4% |
| Tereos Internacional SA | TERI3-SA | BRL | 807.7 | 1.07 | 864.3 | 1.41 | 1.44 | -24.1% | -25.7% |
| Sao Martinho | SMTO3-SA | BRL | 113.0 | 32.90 | 3,717.7 | 36.25 | 34.75 | -9.2% | -5.3% |
| Average | | | | | | | | -14.9% | -14.3% |
| Animal Protein Producers | | | | | | | | | |
| High Liner Foods | HLF-T | CAD | 30.7 | 21.90 | 672.1 | 22.66 | 22.99 | -3.4% | -4.7% |
| Tyson | TSN-N | USD | 305.7 | 40.36 | 12,337.2 | 40.09 | 40.99 | 0.7% | -1.5% |
| Pilgrims | PPC-N | USD | 259.0 | 34.14 | 8,843.3 | 32.79 | 34.03 | 4.1% | 0.3% |
| Maple Leaf Foods | MFI-T | CAD | 141.4 | 19.45 | 2,750.6 | 19.47 | 19.13 | -0.1% | 1.7% |
| Brasil Foods SA | BRFS3-SA | BRL | 872.5 | 63.19 | 55,131.4 | 63.44 | 63.59 | -0.4% | -0.6% |
| Minerva SA | BEEF3-SA | BRL | 178.0 | 9.20 | 1,637.6 | 9.90 | 9.50 | -7.1% | -3.2% |
| JBS SA | JBSS3-SA | BRL | 2943.6 | 10.81 | 31,820.7 | 11.20 | 11.16 | -3.5% | -3.1% |
| Marfrig Alimentos SA | MRF3-SA | BRL | 520.7 | 5.09 | 2,650.5 | 6.10 | 5.84 | -16.6% | -12.8% |
| Average | | | | | | | | -3.3% | -3.0% |

Source: Yahoo, Bloomberg, Marketwatch, Reuters

~ Agriculture ETF Price Performance ~

| Fund | Ticker | Currency | 19-Jan-15 Price | Historical Prices | | % Change | |
|---|--------|----------|--------------------|-------------------|-----------------|--------------|--------------|
| | | | | 01-Jan-15 | mid Dec 2014 | YTD | m/m |
| IQ Global Agribusiness Small Cap ETF | CROP | USD | 25.07 | 25.08 | 25.58 | 0.0% | -2.0% |
| Market Vectors Agribusiness ETF | MOO | USD | 52.90 | 52.53 | 53.07 | 0.7% | -0.3% |
| PowerShares DB Agriculture | DBA | USD | 24.16 | 24.89 | 25.30 | -2.9% | -4.5% |
| PowerShares DB Agriculture Double Long ETN | DAG | USD | 4.96 | 5.20 | 5.43 | -4.6% | -8.7% |
| PowerShares DB Agriculture Double Short ETN | AGA | USD | 25.11 | 24.13 | 22.43 | 4.1% | 12.0% |
| PowerShares DB Agriculture Long ETN | AGF | USD | 13.36 | 13.98 | 14.28 | -4.4% | -6.4% |
| PowerShares DB Agriculture Short ETN | ADZ | USD | 32.05 | 28.35 | 29.00 | 13.1% | 10.5% |
| PowerShares DB Commodity Double Long ETN | DYY | USD | 3.58 | 3.87 | 4.07 | -7.4% | -12.0% |
| PowerShares DB Commodity Double Short ETN | DEE | USD | 60.94 | 53.40 | 52.92 | 14.1% | 15.2% |
| PowerShares DB Commodity Long ETN | DPU | USD | 11.21 | 11.85 | 12.27 | -5.4% | -8.6% |
| PowerShares DB Commodity Short ETN | DDP | USD | 47.17 | 43.39 | 39.96 | 8.7% | 18.0% |
| PowerShares Global Agriculture | PAGG | USD | 29.55 | 29.24 | 29.27 | 1.1% | 0.9% |
| Teucrium Corn | CORN | USD | 25.87 | 26.64 | 27.50 | -2.9% | -5.9% |
| UBS E-TRACS CMCi Agriculture TR ETN | UAG | USD | 21.50 | 21.98 | 22.57 | -2.2% | -4.7% |
| UBS E-TRACS CMCi Food TR ETN | FUD | USD | 22.07 | 22.51 | 23.04 | -2.0% | -4.2% |
| UBS E-TRACS CMCi Livestock TR ETN | UBC | USD | 22.11 | 23.64 | 23.11 | -6.5% | -4.3% |
| ELEMENTS MLCX Biofuels Index TR ETN | FUE | USD | 8.44 | 8.77 | 8.57 | -3.8% | -1.5% |
| ELEMENTS MLCX Grains Index TR ETN | GRU | USD | 4.89 | 5.20 | 5.46 | -6.0% | -10.4% |
| ELEMENTS Rogers Intl Commodity Agri ETN | RJA | USD | 7.16 | 7.37 | 7.53 | -2.8% | -4.9% |
| iPath DJ-UBS Agriculture TR Sub-Idx ETN | JJA | USD | 40.91 | 41.75 | 43.07 | -2.0% | -5.0% |
| iPath DJ-UBS Cocoa TR Sub-Idx ETN | NIB | USD | 38.33 | 37.98 | 38.76 | 0.9% | -1.1% |
| iPath DJ-UBS Coffee TR Sub-Idx ETN | JO | USD | 31.25 | 30.48 | 31.39 | 2.5% | -0.4% |
| iPath DJ-UBS Cotton TR Sub-Idx ETN | BAL | USD | 40.47 | 41.18 | 42.51 | -1.7% | -4.8% |
| iPath DJ-UBS Grains TR Sub-Idx ETN | JJG | USD | 36.60 | 38.59 | 40.16 | -5.2% | -8.9% |
| iPath DJ-UBS Livestock TR Sub-Idx ETN | COW | USD | 28.38 | 30.40 | 29.70 | -6.6% | -4.4% |
| iPath DJ-UBS Softs TR Sub-Idx ETN | JJS | USD | 40.31 | 38.59 | 39.44 | 4.5% | 2.2% |
| iPath DJ-UBS Sugar TR Sub-Idx ETN | SGG | USD | 39.10 | 37.03 | 37.71 | 5.6% | 3.7% |
| iPath Pure Beta Agriculture ETN | DIRT | USD | 37.05 | 38.00 | 38.92 | -2.5% | -4.8% |
| iPath Pure Beta Cocoa ETN | CHOC | USD | 42.99 | 42.36 | 43.41 | 1.5% | -1.0% |
| iPath Pure Beta Coffee ETN | CAFE | USD | 20.88 | 20.47 | 20.87 | 2.0% | 0.1% |
| iPath Pure Beta Cotton ETN | CTNN | USD | 26.24 | 27.10 | 26.91 | -3.2% | -2.5% |
| iPath Pure Beta Grains ETN | WEET | USD | 39.12 | 40.88 | 41.55 | -4.3% | -5.8% |
| iPath Pure Beta Livestock ETN | LSTK | USD | 50.65 | 53.75 | 54.22 | -5.8% | -6.6% |
| iPath Pure Beta Softs ETN | GRWN | USD | 26.47 | 25.89 | 28.18 | 2.2% | -6.1% |
| iPath Pure Beta Sugar ETN | SGAR | USD | 27.65 | 26.35 | 27.34 | 4.9% | 1.1% |
| iShares Global Agriculture Index ETF | COW.TO | CAD | 31.87 | 31.12 | 31.73 | 2.4% | 0.4% |
| Average | | | | | | -0.4% | -1.8% |

Source: Yahoo, Bloomberg, Marketwatch, Reuters

Brazil Phosphate Shipments and Imports Slow in November; Record Import Year in 2014

Data from ANDA and Mosaic indicates phosphate shipments in Brazil were down 40% m/m and down 6% y/y in November (337,000MT). YTD, P2O5 shipments are up 4% y/y to 4.5 million MT. This is not a surprise after September's all-time record and October was not far off a record despite a decline.

Production of phosphate fertilizer (MAP and TSP) in Brazil decreased in November. Production of MAP/TSP was down 15% m/m (165,000MT) and down 4% y/y YTD to 1.9 million MT. Production of SSP was down 14% m/m (362,000MT) and down 8% y/y YTD to 4.3 million MT. Reduced production

y/y is primarily due to beneficiation issues at a number of Brazilian mines and changes in demand, which are discussed below.

Imports of DAP/MAP/TSP decreased 55% m/m and 29% y/y in November (198,000MT) as importers have been reducing inventory after a record setting year. It is expected that buying will remain seasonally low through January. YTD, DAP/MAP/TSP imports are up 13% y/y primarily due to poor performance at Vale and Anglo American, the two major producers. SSP imports are down again significantly YTD (November) this year at 607,000MT versus 838,000MT last year (-28%). SSP imports were down 55% m/m and 29% y/y to 68,000MT (November).

Fertilizer demand in Brazil was impacted in 2014 by the drought in the main growing areas, which has notably impacted coffee prices as well as the amount of fertilizer applied. Imported DAP/MAP/TSP require a 8-12 week lead time while SSP production (primarily local) can be left to the last moment, which has resulted in lower demand this year. Furthermore, there has been a change away from SSP application in the Cerrado region (to MAP and/or TSP + gypsum), which has also contributed to an overall reduction in SSP demand and production. Lastly, internal logistics costs (road, 600-1800km) have been significantly high in Brazil (~US\$90+/t) versus Argentina (~US\$20/t), which has dampened SSP imports on the east coast.

In 2015, we are expecting production of P2O5 in Brazil to decline further due to a number of factors including: 1) delayed investments in Anglo’s Catalao II and Vale’s Salitre projects; 2) working capital challenges at MBAC; 3) declining rock quality at most projects expect Cajati/Jacupiranga; 4) challenging weather (lower yields); and 5) lower grain prices (the stronger USD should help soybean exporters but we expect corn production in the Cerrado to be challenged). In addition, the continued investment delay in ammonia and urea by Petrobras limits the ability to produce DAP/MAP. As a result of the lower production, we expect another relatively strong year for P2O5 imports in 2015, notably with Vale maximizing the use of its Bayovar JV to supply east coast sites.

Monthly Phosphate Focus: Expecting Phosphate Prices to Hold Up Despite Falling Oil Price

It is hard to ignore the precipitous drop in oil prices and the potential impact on other commodities. Historical data indicates strong positive correlations (over 90% since 1980) between commodities including oil and gold. Soft commodities have also been highly correlated to oil since 1980, notably soybeans (+92%), corn (+89%) and wheat (+91%), along with fertilizer prices – urea (+94%) and DAP (+87%). Nutrient prices for phosphate rock and potash have been slightly less correlated to oil at 81% and 83%, respectively. While these correlations are high, we do not believe the relationships are necessarily causal, primarily as inflation has had a significant impact on all commodity prices over the long term.

| Correlation of Average Oil Price to Selected Commodities | | | | | | | | | | |
|--|----------|-------|-------|-----------|-----|-----|------|--------|--------|------|
| Correlation Since | Soybeans | Maize | Wheat | Phos Rock | DAP | TSP | Urea | Potash | Copper | Gold |
| 1980 | 92% | 89% | 91% | 81% | 87% | 84% | 94% | 83% | 93% | 92% |
| 2000 | 95% | 93% | 96% | 75% | 83% | 80% | 94% | 73% | 95% | 93% |

Source: World Bank

Data from more recent years (2000-2014) also indicates that grains and fertilizer prices are significantly correlated to oil. Again, we do not believe the relationships during this time period are causal but more driven by macro economic factors such as the explosive growth in China. China has grown significantly over the past 30 years, notably GDP rates in the last 20 years were 10.4% (1995-1999), 9.3% (2000-2004) and 7.7% in 2005-2009 and 2010-2014. The country has industrialized (consuming significant amounts of raw materials including oil and steel, etc.) and built out its supply chains and services sector, which has created a reasonably wealthy middle class in a short period of time. As a result, demand for grains has increased (due to increased protein consumption which requires increase feed supply), which explains the related price increases in many commodities.

Of more interest to us at this time is the ‘impact’ of falling oil prices on fertilizer nutrient prices, notably phosphate rock. A look back in history when the oil price dropped significantly is inconclusive at first glance. In 1985/86, the average annual oil price dropped 47% y/y while the price of phosphate rock increased 1%. In 1997/98, the average annual oil price dropped 32% while the phosphate rock price increased 5% y/y. In 2008/09, the average annual oil price dropped 36% y/y while the price of phosphate rock dropped 66%. However, we believe it is important to note the causes of the oil price decline in each case, which we believe has an impact on the relationship. In 1985/86, the cause of the oil price decline was supply-related with Saudi Arabia flooding the market to maintain market share after a number of new developments came on line (North Sea and Alaska). This is of course specific to the sector and phosphate rock prices were not impacted. There was a similar situation in 1997 when OPEC increased its production quota by 10%, Iraq increased its oil exports and there was a warm winter which all caused the oil price to drop (note there was also a compounded impact of reduced demand from the Asia financial crisis). In the financial crisis of 2008/09, however, the global economic contraction resulted in a pull back of almost commodities (potash and gold the exceptions).

| Summary of Commodity Price Declines in Years of Significant Oil Price Decline | | | | | | | | | | | |
|---|-------|----------|--------|--------|-----------|--------|--------|--------|--------|----------|--------|
| Year | Oil | Soybeans | Maize | Wheat | Phos Rock | DAP | TSP | Urea | Potash | Copper | Gold |
| 1985 | 27.18 | 224.42 | 112.23 | 128.66 | 33.92 | 168.96 | 121.38 | 109.79 | 83.96 | 1,417.38 | 317.91 |
| 1986 | 14.35 | 208.42 | 87.56 | 118.39 | 34.23 | 154.21 | 121.17 | 71.33 | 68.79 | 1,373.78 | 367.69 |
| Y/Y chg | -47% | -7% | -22% | -8% | 1% | -9% | 0% | -35% | -18% | -3% | 16% |
| 1997 | 19.17 | 295.42 | 117.09 | 143.65 | 41.00 | 199.92 | 171.91 | 114.00 | 116.53 | 2,276.77 | 331.10 |
| 1998 | 13.06 | 243.25 | 101.99 | 111.52 | 43.00 | 203.42 | 173.05 | 83.08 | 116.89 | 1,654.06 | 294.16 |
| Y/Y chg | -32% | -18% | -13% | -22% | 5% | 2% | 1% | -27% | 0% | -27% | -11% |
| 2008 | 96.99 | 522.83 | 223.12 | 271.52 | 345.59 | 967.20 | 879.38 | 492.73 | 570.12 | 6,955.88 | 871.71 |
| 2009 | 61.76 | 436.92 | 165.51 | 185.95 | 121.66 | 323.05 | 257.42 | 249.57 | 630.43 | 5,149.74 | 972.97 |
| Y/Y chg | -36% | -16% | -26% | -32% | -65% | -67% | -71% | -49% | 11% | -26% | 12% |

Source: World Bank

In terms of oil price recovery, the oil price in the 1985-1990 time period was only mildly or negatively correlated to other commodities. In 1997-2000, the correlations were very mixed. In 2008-2011, however, the oil price was highly correlated to most commodities (potash and gold again were the outliers).

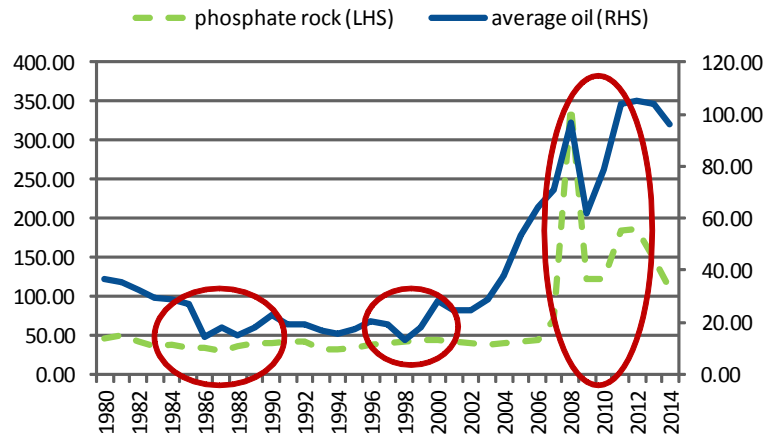
Correlations of Average Oil Price to Selected Commodity Prices

| Time Period | Soybeans | Maize | Wheat | Phos Rock | DAP | TSP | Urea | Potash | Copper | Gold |
|-------------|----------|-------|-------|-----------|------|------|------|--------|--------|------|
| 1985-1990 | -27% | 45% | -7% | 7% | -16% | -49% | 47% | 32% | -17% | -64% |
| 1997-2000 | -29% | -42% | -24% | 23% | -88% | -87% | 42% | 69% | 20% | -26% |
| 2008-2011 | 96% | 91% | 100% | 62% | 76% | 76% | 89% | -31% | 85% | 47% |

Source: World Bank

The recent drop in oil prices is once again supply-related with OPEC continuing to produce oil to maintain its global market share against new developments, primarily in the US. The result has been a 54% decline in the WTI price since June 2014 (monthly data). We expect a similar outcome to that of the previous supply-related oil price declines and indication is that phosphate rock prices are holding up (~US\$115-120/t). Recall, the

Phosphate Rock Price (US\$/t) vs. Average Oil Price (US\$/bbl)

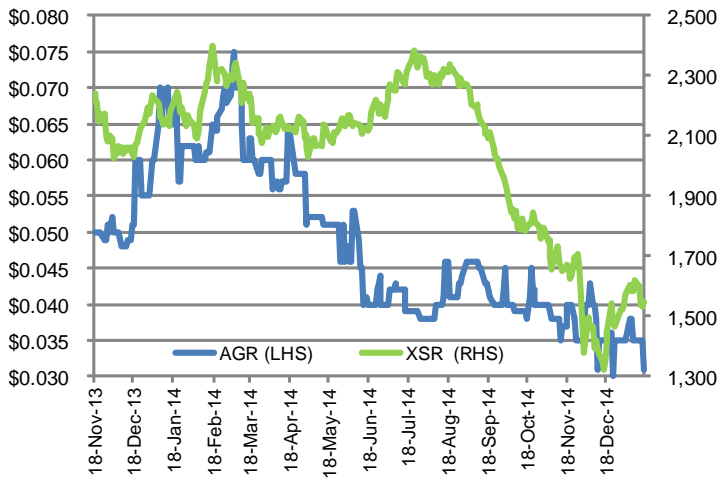


Source: World Bank

phosphate rock market is concentrated (albeit not as much as potash) with Morocco representing ~30% of the global exports. We also highlight that the phosphate rock price is already down 43% from its recent peak in January 2012, providing more support. While we cannot ignore the softer grain prices (forecasted to decline again this year), which typically results in reduced cash flow at the farm, we do not view fertilizer purchases as discretionary and expect only a minor headwind on phosphate nutrient prices, if any.

About Agua

Agua (AGR-AU) Stock Price Performance



Capital Structure

| | |
|--|----------|
| Ticker - ASX | AGR |
| Shares Outstanding (Jan 19 2014) | 253.9M |
| Market Cap at A\$0.030/share | A\$7.6M |
| Cash Balance (Dec 2014) | ~A\$1.6M |
| Unlisted Options (average price A\$0.27) | 22.0M |
| Performance Shares (expire July 2016) | 1.55M |

Source: FT.com, AGR

Joca Tavares (JT) is the second discovery approximately 40 km to the south. The site has excellent infrastructure (TE is less than 1km from all railway links to the Rio Grande port – one of only two ports in Brazil with an acid terminal).

Agua is currently focused on the flagship Rio Grande phosphate deposits in Rio Grande Do Sul (RS) state in south Brazil. The area is an established farming area (wheat, rice, soybean, corn, dry beans and lesser quantities of sugar cane and coffee) and currently imports 100% of its phosphate needs (~500,000tpa P₂O₅) as there are no existing mines operating in the area. The Rio Grande project is a collection of four new phosphate discoveries – Três Estradas (Nov 2011), Joca Tavares (June 2013), the Porteira target and the Cerro Preto target. The current focus is Três Estradas (TE), which has a 10MT indicated and 21MT inferred JORC resource (5.03% and 3.94% P₂O₅, respectively) with only 45% of the mapped strike length drilled to date.

Disclaimer:

This document has been prepared as a summary only, and does not contain all information about the Company's assets and liabilities, financial position and performance, profits and losses, prospects and the rights and liabilities attaching to the Company's securities. This document should be read in conjunction with any public announcements and reports (including financial reports and disclosure documents) released by Aguia Resources Limited. The securities issued by the Company are considered speculative and there is no guarantee that they will make a return on the capital invested, that dividends will be paid on the Shares or that there will be an increase in the value of the Shares in the future. Further details on risk factors associated with the Company's operations and its securities are contained in the Company's prospectuses and other relevant announcements to the Australian Securities Exchange.

Some of the statements contained in this release are forward-looking statements. These forward-looking statements reflect various assumptions by or on behalf of the Company. Forward looking statements include but are not limited to, statements concerning estimates of tonnages, expected costs, statements relating to the continued advancement of the Company's projects and other statements which are not historical facts. When used in this document, and on other published information of the Company, the words such as "aim", "could", "estimate", "expect", "intend", "may", "potential", "should" and similar expressions are forward-looking statements.

Although the company believes that its expectations reflected in the forward-looking statements are reasonable, such statements are subject to significant business, economic and competitive uncertainties and contingencies associated with exploration and/or mining which may be beyond the control of the Company which could cause actual results or trends to differ materially and no assurance can be given that actual results will be consistent with these forward-looking statements. Various factors could cause actual results to differ from these forward-looking statements include but not limited to price fluctuations, exploration results, reserve and resource estimation, environmental risks, physical risks, legislative and regulatory changes, political risks, project delay or advancement, ability to meet funding requirements, factors relating to property title, dependence on key personnel, share price volatility, approvals and cost estimates, the potential that the Company's projects may experience technical, geological, metallurgical and mechanical problems, changes in product prices and other risks not anticipated by the Company or disclosed in the Company's published material. The Company makes no representations as to the accuracy or completeness of any such statement of projections or that any forecasts will be achieved.

Additionally, the Company makes no representation or warranty, express or implied, in relation to, and no responsibility or liability (whether for negligence, under statute or otherwise) is or will be accepted by the Company or by any of their respective officers, directors, shareholders, partners, employees, or advisers as to or in relation to the accuracy or completeness of the information, statements, opinions or matters (express or implied) arising out of, contained in or derived from this presentation or any omission from this presentation or of any other written or oral information or opinions provided now or in the future to any interested party or its advisers. In furnishing this presentation, the Company undertakes no obligation to provide any additional or updated information whether as a result of new information, future events or results or otherwise.

The Company does not purport to give financial or investment advice. No account has been taken of the objectives, financial situation or needs of any recipient of this document. Nothing in this material should be construed as either an offer to sell or a solicitation of an offer to buy or sell securities. It does not include all available information and should not be used in isolation as a basis to invest in the Company. Recipients of this document should carefully consider whether the securities issued by the Company are an appropriate investment for them in light of their personal circumstances, including their financial and taxation position.

Competent Persons Statement

The information is extracted from the report entitled Aguia Provides Drill Program Update released on January 9, 2015, Rights Issue and Potential TSX-V Listing published January 9, 2015, Diamond and Reverse Circulation Drilling released on 13 November 2014, Quarterly Report and Appendix 5B released on 31 Oct 2014, Aguia Secures \$2m Placement released on 20 Oct 2014, the Tres Estradas Phosphate Project released on 29 May 2014, the Mining Study – Tres Estradas Phosphate Deposit released on 16 September 2014, the New High Grade Phosphate Mineralization released on 8 October 2014 and the Funding Update released on 25 September 2014, which are available to view on www.aguiareources.com.au. The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of estimates of Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

As previously announced in the March 2014 Quarterly Report to the ASX, the Trés Estradas Phosphate Project has a current JORC compliant inferred and indicated mineral resource of 30.5 @ 4.24% P2O5 (total initial contained phosphate of 1.23Mt P2O5). This includes indicated resources of 9.9Mt @ 5.03% P2O5 and inferred resources of 20.6Mt @ 3.93% P2O5. The Company has also identified (and as also announced in the March 2014 Quarterly Report to the ASX) an exploration target of between 13 and 27 million tonnes, grading at between 3.56 and 4.84% P2O5 for the Trés Estradas South tenement. The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of estimates of Mineral Resources or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement. The information in this report that relates to Exploration Targets is based on information compiled by Dr Fernando Tallero, a Competent Person, who is a Member of the Association of Professional Geoscientists Ontario, a 'Recognised Professional Organisation' (RPO) included in a list that is posted on the ASX website from time to time.