

Allenberg Cotton Co. Proposal

Equity will equal 17.75 cents based 78.25 cents December 2010 ICE Futures, Equity will fluctuate with December 2010 Futures price point for point above or below 78.25 cents and can be fixed during normal trading hours at sellers call.

Seller may fix up to 75% of five year proven yield, and any short fall from total acres contracted will be for buyer's risk.

Balance in excess of 75% of five year proven yield will be fixed in guaranteed bales and must be delivered against fixations made by seller at sellers risk.

Seller will be placed on one entity contract number per grower. Crop year 2005 thru 2009 yield history for contracted acreage will be calculated by entity. The first 75% of 5 year average yield on total contracted acreage will be delivered by entity. For Example:

If grower contracts 7 farm numbers totaling 1000 acres, with a 5 year average yield of 1000lbs per acre, 75% of the 5 year average yield of the entity is 750,000 lbs. The first 750,000 pounds produced by the entity will be delivered against the yield protected portion of the contract. The balance of cotton produced by the entity is free to be fixed at sellers call.

Unfixed cotton must be priced before 1:15pm Central Time, November 22, 2010. Cotton left unpriced will be converted to 4 Cent Minimum equity at the close of business on November 22, 2010.

Bale shortages on fixed contracts will be settled at market differences at sellers discretion, but no later than the completion of invoice or 1:15 Central Time, November 22, 2010 whichever comes first.

USDA Classing fee and Cotton Research and Promotion fees will be for sellers account.

As an optional risk management mechanism, Allenberg will, at sellers request and direction, purchase options for producer's gain or loss at no interest charge or brokerage fee, pursuant to guaranteed minimum price guidelines.

This contract is an option to purchase cotton pledged to CCC and in no way demands that cotton is placed in CCC loan.

Formal contract to follow.