

27 November 2007

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This announcement is not a prospectus but an advertisement. Investors should not purchase or subscribe for any transferable securities referred to in this announcement except on the basis of information in the prospectus published by Ceres Agriculture Fund Limited on 22 November 2007 in connection with the admission of the ordinary shares in the capital of the Company to the Official List of the Financial Services Authority and to trading on London Stock Exchange plc's main market for listed securities (the 'London Stock Exchange').

Ceres Agriculture Fund Limited ('Ceres' or the 'Company')

Admission to the Official List of the UK Listing Authority and First Day of Dealing on the London Stock Exchange main market for listed securities

The Directors of Ceres announce the Company's admission to the Official List of the UK Listing Authority and dealings on the London Stock Exchange's main market for listed securities (CROP.L), following a placing of 134 million new ordinary shares at US\$1 per share, raising equity capital of approximately US\$130 million after expenses.

Ceres Agriculture Fund Limited is a new Guernsey domiciled, closed-ended investment company established to invest in an actively managed portfolio of exchange-traded agricultural commodity contracts and derivatives. The Company's portfolio is managed by FourWinds Capital Management (the 'Manager').

Hans-Willem van Tuyl, Chairman, commented:

'We are delighted to be the first Company listed in London dedicated to investing in the skills of discretionary traders using exchange-traded agricultural commodity contracts and derivatives. Agricultural commodities are a major alternative asset class with low correlation to equities, fixed income and other established assets. By focusing on skilled traders, with active commodity investment expertise, the Company will aim to distinguish itself from passive strategies such as agriculture commodity index tracking products.'

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Investment strategy

FourWinds Capital Management has been appointed the Manager of the Company with responsibility for the discretionary management of the Company's assets.

The Manager will seek to accomplish the Company's investment policy by investing in a diversified and actively managed portfolio of primarily exchange-traded agricultural commodity contracts and derivatives. The strategy is intended to allow the Company to build a fully diversified agricultural commodities portfolio which is expected to maximise net returns while seeking to control volatility and limit downside risk exposure.

The Company's assets will comprise mainly agriculture commodity contracts and derivatives and other agricultural commodity-related investments. These assets will be held mainly within proprietary managed accounts operated by specialised commodity traders selected by the Manager. Managed account balances will be invested by commodity traders using a variety of primarily arbitrage-based and other trading strategies.

By focusing on active commodity investment strategies the Company will seek to distinguish itself from passive agriculture investment vehicles and offer access to a broader universe of active agriculture investment strategies. The Directors believe that this strategy will generate long term risk adjusted capital appreciation for Shareholders.

Competitive strengths

The Company will invest in a diversified basket of grains, tropicals, fibres and livestock. This mix of largely uncorrelated complexes will be used as part of the risk management of the portfolio. The Manager currently works exclusively in the commodities and natural resource-related real assets sectors. The Manager conducts research, designs customised risk management tools and structures portfolio allocation tools that are specific to the particular characteristics

of those asset classes. The commodities team at the Manager is experienced in commodity and commodity-focused investments, including agricultural commodities.

Directors

The Directors are responsible for the determination of the investment policy of the Company and have overall responsibility for the Company's activities. The Directors are Hans-Willem van Tuyl (Chairman), Martyn Henley-Roussel, Howard Myles and Kimberly Tara. All of the Directors are non-executive directors and are independent of the Manager apart from Kimberly Tara who is a shareholder and managing director of the Manager.

The Manager

The Manager is a Cayman Islands exempted company with offices and subsidiaries based in Boston, London and Geneva. The Manager focuses on the development and risk management of novel investment vehicles for commodities and real assets. The Manager currently has three other products under management, namely the Zephyr Commodity Fund, the Triton Water Fund and Phaunos Timber Fund Limited.

Disclaimer

The contents of this announcement, which have been prepared by and are the sole responsibility of the Company, have been approved solely for the purposes of section 21(2)(b) of the Financial Services and Markets Act 2000 by Landsbanki Securities (UK) Limited at Beaufort House, St. Botolph Street, London, EC4A 7QR.

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Forward-looking statements

This announcement contains 'forward-looking' statements. These forward-looking statements involve known and unknown risks and uncertainties, many of which are beyond the control of the Company and its consolidated subsidiaries and subsidiary undertakings ('Ceres') and all of which are based on the Directors' current beliefs and expectations about future events. Forward-looking statements are sometimes identified by the use of forward-looking terminology such as 'believes', 'expects', 'may', 'will', 'could', 'should', 'shall', 'risk', 'intends', 'estimates', 'aims', 'plans', 'predicts', 'continues', 'assumes', 'positioned' or 'anticipates' or the negative thereof, other variations thereon or comparable terminology. These forward-looking statements include all matters that are not historical facts. They appear in a number of places throughout this announcement and include statements regarding the intentions, beliefs or current expectations of the Directors or Ceres concerning, amongst other things, the results of operations, financial condition, liquidity, prospects, growth and strategies of Ceres and the industry in which it operates.

These forward-looking statements and other statements contained in this announcement regarding matters that are not historical facts involve predictions. No assurance can be given that such future results will be achieved; actual events or results may differ materially as a result of risks and uncertainties facing Ceres. Such risks and uncertainties could cause actual results to vary materially from the future results indicated, expressed or implied in such forward-looking statements. The forward-looking statements contained in this announcement speak only as of the date of this document. The Company and Landsbanki expressly disclaim any obligation or undertaking to release publicly any updates or revisions to any forward-looking statements contained in this document to reflect any change in its expectations or any change in events, conditions or circumstances on which such statements are based unless required to do so by applicable law, the Prospectus Rules, the Listing Rules or the Disclosure and Transparency Rules of the FSA.

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