



Subject to Deed of Company Arrangement
Receivers & Managers Appointed

BY EMAIL

30 September 2011

Dear grower,

Forest Enterprises Australia Ltd (subject to deed of company arrangement) (receivers and managers appointed) (FEA)
Tasmanian Plantation Pty Ltd (subject to deed of company arrangement)(controllers appointed) (TP)

I understand that you are a grower in one of the FEA Managed Investment Schemes. Your grower lease in respect of your woodlots was with:

- FEA (1995 – 1999 schemes); or
- FEA Plantations Limited (FEAP) (2000 – 2008 schemes) (there were no grower leases in the 2009 scheme).

Unless you are a grower referred to in the note below, I advise you that the head lease that existed between your landlord (FEA or FEAP) and the ultimate land owner (TP (a subsidiary of FEA) or FEA or FEA Carbon Pty Limited) has been terminated, as a result of which your grower lease has automatically ended.

This has occurred against a background where rent of more than \$13m is outstanding and more than 7,500 hectares of trees have failed or become stressed.

TP is putting these terminations before the court and an application has been filed for that purpose. BRI Ferrier (BRI) and the FEA Growers Group are being informed of the grower lease terminations, head lease terminations and the court proceedings, and will have the opportunity to make any submissions to the court that they consider appropriate.

In the absence of an acceptable alternate proposal, the Receivers propose to sell the land and trees together (in one line or as several parts) via a sale process designed to maximise sales proceeds in accordance with our duties, which we believe represents the best opportunity of achieving an optimal outcome for all stakeholders. A sale would also reduce future costs and requests for further funds from growers.

Note: Woodlots situated exclusively on external land (1995 – 2009)

Some growers' woodlots may be situated exclusively on land leased by FEA or FEAP from external third party landlords and this letter does not apply to those growers. I am not aware of the status of these leases as they are controlled by BRI. Any queries in respect of this should be referred to BRI.

Yours faithfully

A handwritten signature in black ink that reads 'Tim Norman'.

Tim Norman
Receiver and Manager of FEA
Controller of TP

HEAD OFFICE
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