



KordaMentha

25 June 2010

Letter to GST Registered Timbercorp Forestry Grower Investors

Dear Grower Investor

Timbercorp Securities Limited (In Liquidation)
ACN 092 311 469 ("the Company")

As you are aware the Timbercorp Forestry Asset Sale was settled on 2 November 2009 and two distributions of sale proceeds to Grower Investors have been made.

The Company has previously advised that:

- Grower Investors who are registered for GST may be liable for GST on their receipt of proceeds from the sale of trees;
- Payment of the GST element on all distributions will be made in a separate distribution; and
- The Company is not in a position to provide tax advice to Grower Investors including how to declare amounts received on Business Activity Statements.

On 25 June 2010, the distribution of the GST element on Forestry Sale Proceed distributions commenced. Grower Investors who received a distribution before 1 June 2010 will have the GST element paid directly to them. A further distribution of sale proceeds is expected in the 2010/2011 Financial year and the GST element on that distribution will be distributed once completed

Annual summaries detailing all distributions paid during the year ended 30 June 2010 will be sent to Grower Investors in due course.

Further Information

Grower Investors are urged to check the Timbercorp section of the KordaMentha website (www.kordamentha.com) for further information in relation to the distribution of GST. You may also contact Timbercorp Grower Management on 1800 628 188 or email Timbercorp@kordamentha.com.

Yours sincerely

MARK KORDA
Liquidator

cc. Australian Taxation Office
GPO Box 9990
MELBOURNE VIC 3001

Corporate Recovery Services
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Liability limited by a scheme
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