

18 April 2011

Dear Grower

**WILLMOTT FORESTS LTD
ACN 063 263 650
(IN LIQUIDATION)
(RECEIVERS AND MANAGERS APPOINTED) ('WFL')**

We refer to a number of pro-forma type letters received from Grower Investors in respect of their forestry interests.

We also refer to our appointment as Joint and Several Administrators of WFL by order of the Federal Court (**the Court**) on 26 October 2010. At the meeting of creditors held on 22 March 2011 it was resolved that WFL and related companies be wound up, at which time we became their Joint and Several Liquidators.

As was indicated in our Section 439A Report and at the meeting of creditors, the resolution to wind up WFL and its related companies does not automatically result in the winding up of the various registered and unregistered managed investment schemes. However, as Liquidators, we will be required to determine a process to deal with the various schemes. We will not take steps to terminate or disclaim any land tenure agreements of the growers without seeking the approval from the Court thereby giving the growers the opportunity to be heard in relation to those matters.

We have sought to identify other parties who would be willing to take over WFL's role as responsible entity or manager of the various schemes. No party was willing to accept that role on an unconditional basis. Given this, we are not able to convene a meeting to appoint a replacement responsible entity.

It is our intention to seek, in effect, a power of sale over the scheme assets from the Court to enable a combined sale of the land used by the schemes and any trees situated on that land. We believe this will maximise the return to creditors and growers. The proceeds from that sale will be allocated between the land and trees, so that growers will have an entitlement to share in the proceeds of that sale.

We will notify growers and the grower representative groups of the timing of our application to the Court in relation to the power of sale. Interested parties, including the growers and the grower representative groups will have the opportunity to make submissions at the hearing of any such application.

At any hearing in relation to the power of sale or disclaimer or termination of land tenure agreements, we will notify the Court that we have received letters such as yours from growers and provide a sample of those letters to the Court.

If you have any questions please do not hesitate to contact Ms Bridgette Watson of my staff direct on (03) 9269 4286.

Yours faithfully



Ian M Carson and Craig D Crosbie
Joint & Several Liquidators