

REGISTERED OFFICE
28A BRISBANE STREET, LAUNCESTON, TAS 7250

TELEPHONE +61 3 6364 3180
FACSIMILE +61 3 6334 5318



GUNNS PLANTATIONS LIMITED
ABN 36 091 232 209
AFSL NO. 238701
(Receivers & Managers Appointed) (In Liquidation)

A WHOLLY OWNED SUBSIDIARY OF GUNNS LIMITED
ABN 29 09 478 148
(Receivers & Managers Appointed) (In Liquidation)(Gunns)

Grower update – 16 February 2017

**This update relates to all Gunns Plantations Woodlot Schemes
except**

2006 Option 3, 2008 Option 3, 2009 Option 2 and 2009 Option 3

(Excludes the Great Southern Schemes)

In conjunction with this update please refer to the update to Growers dated 22 December 2016 available at:

- www.ppbadvisory.com.au/creditor-information
- <http://www.abl.com.au/gunns/gunns.htm>

1. Background

Growers will recall from our prior update that we agreed to settle a claim against FT in respect of the Scheme Trees (**the Restitution claim**) on a combined basis with another claim against FT in relation to an unfair preference (**the Preference claim**).

The FT settlement proceeds **were not** included in the estimated distribution returns previously sent to Growers in April and May 2016. However, the costs of the Court application were factored into the distribution return.

2. Distribution of FT proceeds

As previously advised, the distribution of FT proceeds would be made separately to the main distribution.

As the FT proceeds have now been received we have been in communication with Link Market Services (**Link**) in relation to the timeframe for the distribution of FT proceeds.

Link advised that we can update the main distribution, to include the FT proceeds, for Growers in schemes that were **previously expecting a distribution payment**, without any impact to payment timeframes. This also means that no additional costs will be incurred as we will not be undertaking a secondary distribution.

We expect to receive payment dates from Link within 1 - 2 weeks for these schemes. For Growers in 2003 Option 2, 2004 Option 2 and 2006 Option 1, please refer to the separate grower update for further information on the distribution of FT proceeds.

Disclaimer

Growers are encouraged to read this update in its entirety before making any decisions concerning their investment. Growers should make their own independent evaluation of the relevance and adequacy of the information contained herein.

PPB Advisory has not considered the investment objectives, financial situation or particular needs of individual Growers or any other person. Accordingly, this update should not be relied upon as the sole basis for any decision in relation to your investment. Growers should obtain and rely on professional advice from their own tax, legal, accounting and other professional advisers in respect of the Growers' investment objectives, financial position

3. Updated returns

The table below provides a summary of the updated returns for Growers in each scheme option.

The actual return per woodlot now includes the allocation of FT proceeds and additional interest incurred up to the end of December 2016. Due to no requirement for a secondary distribution the forecast costs have reduced.

GPL Scheme and Option	Estimated return per woodlot prior to FT proceeds (\$)	Actual return per woodlot including FT proceeds and interest (\$)
GPL Scheme 2002		
Option 1	1,056.33	1,061.50
Option 2	335.74	444.70
GPL Scheme 2003		
Option 1	298.00	308.96
Option 2	-	107.87
GPL Scheme 2004		
Option 1	435.72	441.98
Option 2	-	95.93
GPL Scheme 2005		
Option 1	156.50	161.22
Option 2	612.52	612.52
GPL Scheme 2006		
Option 1	-	2.07
Option 2	54.44	58.89
GPL Scheme 2008		
Option 1	-	-
Option 2	316.47	316.47
GPL Scheme 2009		
Option 1	94.71	94.71

Notes:

1. Growers will note that the above estimated returns per woodlot are lower than previously indicated in Grower Updates dated April and May 2016. This is due to the increase in general sale costs and holding costs incurred until the ATO finalised the GST ruling.
2. Growers in 2005 Option 2, 2008 Option 1, 2008 Option 2 and 2009 Option 1 will note that there is no change in return. This is due to the quantum of FT proceeds in these scheme options being minimal and therefore, no impact on the return per woodlot.

4. Distribution timeline

As previously advised, we are maintaining a distribution schedule on our website which will be updated for any material updates. Once we received proposed payments dates from Link for the GPL scheme options we will update the distribution schedule accordingly.

The schedule can be found on our website:

- <https://www.ppbadvisory.com/creditor-information/v/426/gunns-plantations-limited-grower-updates>

5. Next steps

We anticipate the combined distribution of proceeds to occur in March 2017.

Please refer to the distribution schedule in the first instance in relation to the status of your scheme.

Further questions?

If you have any further questions please address them to the following contacts:

Contact	Contact Phone Number	Contact Email Address
GPL Client Services	(03) 6364 3180	gunns@gunnsplantation.com
PPB Advisory	(03) 9269 4160	gunns@ppbadvisory.com