

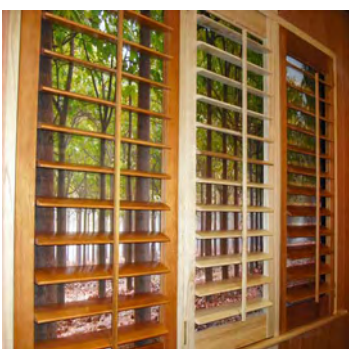
kiri park projects (ARSN 107 747 348)

2009 GROWERS



ATO Product Ruling No. 2008/70





Paulownia Timber

Paulownia is a fast growing, hardwood species native to China, which produces a light weight timber with a straight grain and light honey colour. The naturally light colour of the timber allows a variety of stains and finishes to be applied to the timber and can be utilised in a wide range of applications.

Environmental Forest Farms Management Limited manages a Paulownia plantation 150km north of Perth at a property known as Kiri Park. This plantation comprises of over 200,000 Paulownia trees managed on behalf of approximately 700 investors.

Timber harvested from the Kiri Park plantation is utilised as high value timber products rather than woodchips to help supply an increasing demand for hardwood and to gain maximum returns for investors.

The benefits of growing Paulownia timber in Australia include:

- To promote the greening of Australian farmland and reducing the problems of salinity and erosion associated with agricultural clearing;
- Assist in promoting the Australian timber industry in the hope of Australia becoming a net exporter of timber rather than a net importer of timber;
- Conserving old growth and natural rainforests, resulting from increased consumer education, political pressure, conservation, and economic viability through the establishment of sustainable plantations;
- New value added products, that require quality grades of timber. The quality of timber in plantations can be monitored and controlled at higher levels, than natural forests;
- Increased government incentives, making timber plantations a viable and attractive industry.

Tax Benefits

Acquiring Woodlots in the Kiri Park Projects: 2009 Growers, provides an affordable mechanism to participate in the commercial Paulownia industry. Investing in the Project provides tax benefits as the Project has been issued with an ATO Product Ruling (PR2008/70). Investors are advised to seek independent advice on the taxation implications of participating in this Project.



Uses for Paulownia Timber

Strip Planking

The light weight of Paulownia makes it ideal for use in boat hull construction as strip planking.

Pre-finished Lining Board

Used in wall and ceiling panelling. The glossy, knot free finish adds warmth and beauty to any area.

Blinds and Shutters

Blinds and shutters made from Paulownia timber are generally stable and fade resistant and can add an attractive timber look.

Doors

Because of its light weight, Paulownia is ideal in door cores or to add a quality timber finish to the door exterior.

Cabinetry

The light weight and attractive appearance of the timber makes it perfect for cabinetry.

Dressed All Round and Rough Sawn Timber

Available in a huge range of sizes. Can be moulded into a wide variety of products.



The EFF Advantage

Experience

Environmental Forest Farms Management Limited is the Responsible Entity for five Managed Investment Schemes with over 200,000 Paulownia trees under management for over 700 Growers.

Fastest Growing Trees in the World

Paulownia originates from China and is acclaimed as one of the fastest growing hardwoods in the world. The Responsible Entity will strive to achieve maximum timber growth over the life of your investment, to produce a better return to you.

Tree Management

Premium priced plantation timber does not just grow, it must be managed. The EFFM onsite forestry team ensure that these fast growing trees grow straight and are regularly pruned to reduce knots. Straight and knot free timber produces better grades and prices.

Harvesting, Milling and Processing

EFF Timber owns milling and processing facilities located on site and at Rockingham, Western Australia with the equipment needed to turn logs into rough sawn, fully dressed and moulded timber products.

Timber Sales

EFF Timber has over 10 years experience in processing and selling Paulownia timber nationally with established customer relationships. Some applications of Paulownia include venetian blinds and shutters, hull construction of boats, wall and ceiling panelling and marine and caravan interiors and furniture.

Quality

The EFF Group take pride in each step of the Timber Production Process and strive for only the best quality in each step it takes to turn a seedling into a fully dressed saleable product.

Features of the Investment

Application Price for One Woodlot	\$6,800 (incl GST)
Duration of the Project	10 years
Number of Trees per Woodlot	60
Guaranteed Survival	12 months
Size of Woodlot	0.108 hectares
Estimated Timber Yield per Woodlot	
Year 7	4.90 cubic metres
Year 8	4.72 cubic metres
Year 9	4.76 cubic metres
Year 10	27.30 cubic metres
Current Estimated Price of Timber per cubic metre \$AUD*	
A Grade	1,857
B Grade	1,475
C Grade	1,100
Current Estimated Harvesting and Processing Costs per cubic metre \$AUD	358

* Based on the Chinese grading system of Paulownia and indexed at CPI.

* The decrease in the yield per Woodlot results from a decrease in the number of trees harvested in years 8 and 9, in accordance with the Projected Harvesting Plan.



Project Summary

Environmental Forest Farms Management Limited is providing investors with the opportunity to become a Grower of Paulownia timber by acquiring Woodlots in the Kiri Park Projects: 2009 Growers project.

The Kiri Park Projects: 2009 Growers is the next successful project to be released by Environmental Forest Farms and will be established on the Kiri Park Plantation.

As an application is accepted, each investor becomes known as a Grower and issued with a Woodlot at the Company's plantation. Each Woodlot consists of 60 Paulownia seedlings, which are planted over 0.108 hectares.

Each Grower enters into a lease and management agreement with the Responsible Entity which allows work including the establishment, maintenance, harvesting and sale of the timber to be undertaken by the Responsible Entity on behalf of the Growers.

As a Grower, you contract the Responsible Entity to undertake the:

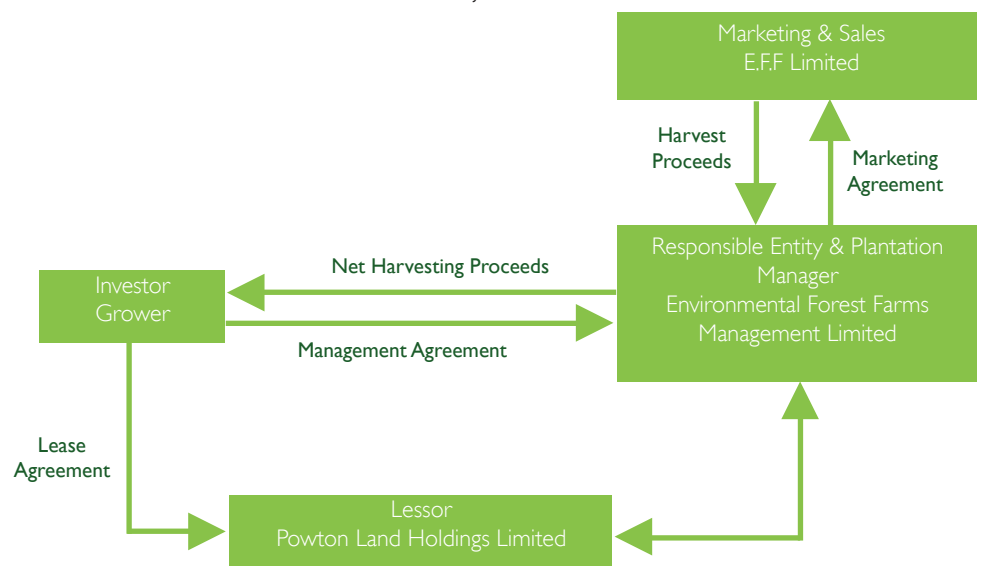
- establishment and cultivation of your Woodlot;
- day to day management and maintenance of your Woodlot;
- the harvesting, processing, marketing, and sale of your Paulownia timber from your Woodlot at the end of the Project.*

How to Apply

An investment in the Kiri Park Projects: 2009 Growers can only be made on the application form that accompanies a current Product Disclosure Statement ("PDS").

A copy of a current PDS, and other information relating to the Project is available by contacting:

- Your accountant or your investment adviser;
- Environmental Forest Farms Management Limited by phone on (+61 8) 9227 8422 or fax on (+61 8) 9227 8455;
- Downloading it from the web site at www.kiripark.com.au



The E.F.F. Group

The E.F.F. Group is a vertically integrated forestry organisation focusing on production of quality timber for further value adding.

The E.F.F. Group manage the entire timber production process from seedling propagation to selling the timber, and are devoted to growing the highest quality timber for the best possible sale price.



Disclaimer

The issuer of the Kiri Park Projects (ARSN 107 747 348): 2009 Growers is Environmental Forest Farms Management Limited. This information has been prepared by E.F.F. without considering an investor's objectives, financial situation or needs. This information does not constitute an offer or financial advice. An investor should consider the appropriateness of this information in relation to their objectives, financial situation or needs, and seek their own independent advice. Advisers must form their own views on whether the product is appropriate after considering their clients' objectives, financial situation and needs. We recommend advisers seek their own legal and taxation advice. An investor must read the PDS before making a decision to invest or continue to hold the product.

* Growers may elect to take their own timber from their Woodlots upon application in lieu of having it harvested and sold on their behalf by the Responsible Entity. Growers should read the PDS and consult independent advice before electing this option.