



Project Summary

Environmental Forest Farms Management Limited is providing investors with the opportunity to become growers of Paulownia timber by acquiring Woodlots in the Kiri Park Projects: 2008 Growers project.

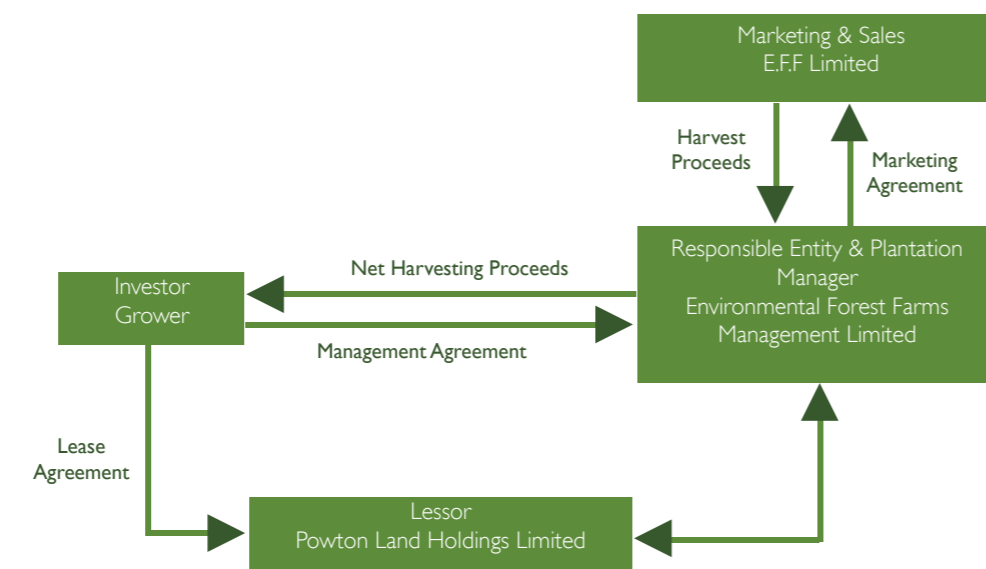
The Kiri Park Projects: 2008 Growers is the next successful project to be released by Environmental Forest Farms and will be established on the Kiri Park Plantation.

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.*



The E.F.F. Group

The E.F.F. Group is a vertically intergrated forestry organisation focussing 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.



How to Apply

An investment in the Kiri Park Projects: 2008 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 our web site at www.kiripark.com.au

kiri park projects (ARSN 107 747 348) 2008 GROWERS





Paulownia Timber

Paulownia is a fast growing, hardwood species that has proven to grow well in Western Australian conditions. Paulownia trees have many benefits over other species and the timber can be used in a wide range of applications.

Paulownia trees produce a light weight timber which has 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 as one of the worlds fastest growing hardwoods, it provides excellent returns for its investors.

The benefits of growing Paulownia timber in Australia include:

- To promote the greening of Australian farmland and reduce the problems of salinity and erosion;
- Plantations help protect Australia against global warming and the greenhouse effect;
- 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;
- Continual restrictions on the logging of old growth forests and natural rain forests, resulting from increased consumer education, political pressure, conservation, and economic viability;
- 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.



The Responsible Entity

Environmental Forest Farms Management Limited ("EFFM") is the Responsible Entity and Plantation Manager for the Project. EFFM manages over 200,000 trees on behalf of approximately 700 growers.

EFFM has experience in managing five managed investment schemes and manages the Kiri Park Plantation as one of Western Australia's most advanced Paulownia plantations.



Uses of Paulownia Timber

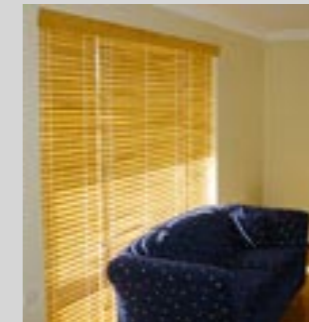
Strip Planking

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.

Features of the Investment

Application Price for One Woodlot	\$6,600 (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	1,803
B Grade	1,432
C Grade	1,034
Current Estimated Harvesting and Processing Costs per cubic metre \$AUD	348

* Based on the Chinese grading system of Paulownia.

* 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.

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 RE 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 on site 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 Pty Ltd t/a Highpoint Timbers owns milling and processing facilities located at Rockingham, Western Australia with the equipment needed to turn logs into rough sawn, fully dressed and moulded timber products.

Timber Sales

EFF Timber Pty Ltd t/a Highpoint Timbers 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.