



# GREENPLAN

## FOREST NEWS

### Forest and Carbon Update



Hi from Greenplan.

As many of you will have guessed we are still trying to implement a strategy to deal with the Carbon Credits. In our last correspondence we hinted that we were hoping to have some disclosure documents posted to you in the near future.

Unfortunately due to taxation changes the proposal we had been working on for what seemed an eternity came to an abrupt halt just before Christmas 2011. This has meant a revisit as to what we are attempting to achieve and what way to achieve that result.

As you will also realise the Carbon Credits if not managed wisely could create a huge liability for the Landowner. As we have also pointed out in previous correspondence because of this liability we are unable just to give the investors (you) the carbon credits. However fortunately due to the nature of our forest estate i.e. having a mixed age profile, we are able to extract a percentage of the carbon credits from the pool of credits. We have done extensive modelling work and it shows that some 25% of the credits could be removed from the pool and possibly never need to be returned assuming certain assumptions are made.

I won't go into the finer details as they are gone into depth in the disclosure documentation that is hopefully attached to this newsletter. If not you should be receiving the disclosure documents soon.

Simply we are assuming replanting of the forests as they are harvested, a certain price on carbon and the planting of new forests.

We are proposing to give to you the investors 10% of the Carbon Credits that are generated from the forests. These credits will be at no cost and will not be asked for back as harvesting commences.

15% of the credits will be offered to the Landowners which hopefully will enable all the partnerships to participate. Remember that the liability for the surrender of the carbon credits may fall back onto the landowners if the participant (Greenplan Holdings) fails to meet the surrender obligations. They therefore are exposing themselves to a small portion of risk. The remaining 75% of the credits will be held in the pool and managed by Greenplan in a way that will enable the pool to cover 100% of the surrender liabilities as they arise. Again the proposal is for your partnership to receive 10% of the Carbon Credits generated for no cost or risk.

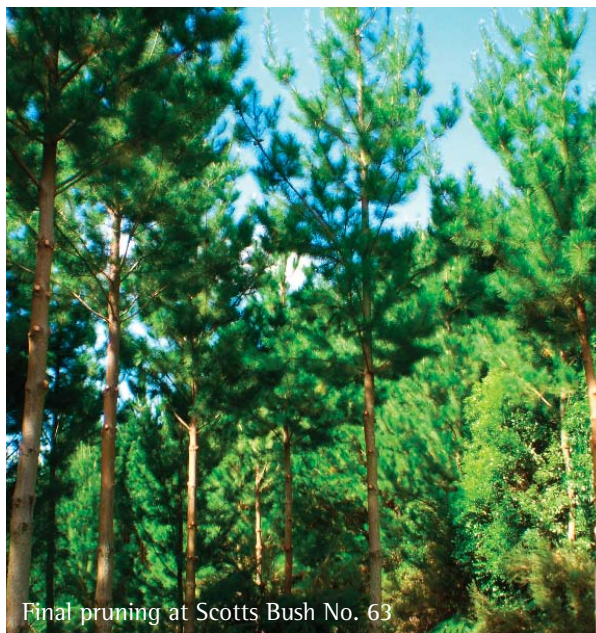
This is a very simple solution that has taken up a lot of time and effort over the last three to four years. We ask that you review the enclosed documentation and if you have any queries contact us.

On the forest front your trees are ignoring all the world troubles and any climate issues. They continue to grow and with the reasonably mild autumn we have had and the ongoing mild but very wet winter we are currently experiencing the trees are growing beautifully. The Forest reports that were posted in late March indicate what growth each forest partnership has experienced over the past year. With the Forest reports we sent you your annual contribution invoice. If you have yet to pay we ask that you kindly do so. Payment through the Greenplan website is our preferred choice.

You will notice on our website that we have a fundraiser in place for the Kate Barron Trust. Prior to the Christchurch Earthquake Kate was our point of call when dealing with Perpetual Trust. As you will recall Perpetual Trust were located in the PGC building that suffered extensively from the Earthquake and Kate suffered life changing injuries and has a long road ahead of her. Some good news is that she has started back at work on a part time basis. We urge you to visit the Greenplan Website and if possible make a donation.

Christmas is fast approaching so if you do not hear from us beforehand we at Greenplan wish you all a very merry Christmas and a prosperous new year.

Remember "Wood is Good"



Final pruning at Scotts Bush No. 63

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## INDICATIVE NEW ZEALAND PINE LOG PRICES

Returns to small growers may be lower than those recorded here owing to scale and buyers' margins. These log prices are historical and indicative only and may not correspond to actual prices paid, or grades used, in market transactions. A "best fit" is applied by survey respondents to align company log grade specification with the generic specifications. Direct comparisons with actual market prices may not apply, due to differences between the specification sets. The prices are subject to changes when further data become available. The sources for this information are Ministry of Agriculture and Forestry industry contacts.

2nd Quarter and 12-Quarter Average

As at: June 2012

Generic log type & pricing point	Jun-12 quarter	12-quarter average
EXPORT (NZ\$ per JAS m3 f.o.b.)		
Pruned	154 - 153	165
Unpruned A Grade	110 - 122	122
Unpruned K Grade	104 - 116	114
Pulp	84 - 111	106
DOMESTIC (NZ\$ per tonne delivered at mill)		
P1	127 - 170	137
P2	110 - 123	116
S1	95 - 98	98
S2	88 - 97	94
L1 and L2	83 - 92	85
S3 and L3	76 - 79	80
Pulp	46 - 51	51

Source: www.maf.govt.nz

## MISSING PERSONS

Does anybody know the whereabouts of these people?  
If so please contact the Greenplan office on

**0800 800 154**

Missing Persons	Area Last Recorded	Missing Persons	Area Last Recorded
Trevor & Florence Andrew	Auckland	Cindy McGowan	Levin
Shane Armstrong	Tauranga	Nigel & Frances Miller	Wellington
Patrick Batchelor	Upper Hutt	Neville & Bronwyn Marra	Bucklands Beach
Rick Baker	Auckland	Helen Maunsell	Pukekohe
Jacqueline Barker	Kenya	Reginald & Arnett McClellan	Hastings
Damon & Pauline Bennett	Auckland	Helen McDonald	Orewa
Kara Black	Invercargill	Alexander & Ella McLean	Whangaparaoa
Melanie Bradley	Invercargill	Lynette Morris	Te Kuiti
Thomas & Myra Cocker	Tauranga	Chris Morris	Wellington
Michael Comber	Oamaru	Jason Osborn	Nelson
Jeremy Cooper	Auckland	Caroline Oakes	USA
Julie Costello-Belleudi	France	Chantal Pearce	Auckland
Bill & Anneloor Davidson	Cambridge	Russell Penn	Christchurch
Wayne & Pamela Davis	Hamilton	David Puglisi	Japan
Michael Doyle	Okato	Phyllis Rasing	Drury
Gus Dizwani	Wellington	Stephanie Ravier	Hamilton
Manaia Fenton	Australia	Shirley Roberts	Kaikoura
Gerard & Lyndley Field	Auckland	William Ross	Whangamata
Graeme Field	Hong Kong	Mary & Robert Shedden	Tauranga
Jane Foster	Pukekohe	Martin Starkey	Singapore
Aaron Gugich	Christchurch	Duncan & Heidi Steel/Jackson	Sydney, Australia
Jared & Kerry Hardisty	Cambridge	Graham & Jennifer Storey	Whangarei
Nicola Heron	Auckland	Tanya Waddell	Auckland
Stephanie Hutchinson	Auckland	Diane Walker	Wellington
Ross Jacobs	Whitianga	David Whitehead	Wellington
Mark & Jennifer Latimer	Mount Maunganui	Jeanette Williams	Blenheim
Christian Lawson	Surrey, UK	Patricia Wilson	Greytown
Su Yong Lee	Wellington	Christina Wong	Auckland
Hae Kyoung Lee	Korea	Julie Wong	Auckland
Hee Soon Lee	Seoul, Korea	Sarah Wood	Australia

# FOREST MANAGEMENT DIARY

## SEPTEMBER 2012



*Thinning Operations in Greenplan (Greatwood 2003) Forest Partnership No.57*

Operations at present include final pruning in Partnership 63 Scotts Bush and thin to waste in Greatwood Partnership 57. Progression is steady throughout both Partnerships with completion scheduled for later this year. Operational focus will then shift to third lift pruning and thin to waste in Woodview Partnership 58 and Wayleggo Partnership 62. Final audits will be completed in all Partnerships once operations have been completed. Independent forest consultants PF Olsen will carry out these audits.

Pest control is conducted regularly by GFM staff and Ranginui Hunting. Pest controllers are occasionally employed mainly to target possum. Periodically they trap and lay poison in and around our forests. At present there are a number of controlled operations involving the Waikato Regional Council and private contractors. Where the Greenplan estate boundaries onto areas to be treated we will assist by allowing access for operational purposes and the continuation of monitoring which may be required.

Around May of each year Te Kuiti Play Centre holds their annual possum hunt. Our contribution is allowing access into some of our forests for the weekend. This is a fundraising event that we have supported for the past few years. All possums caught over the three days are counted and the fur sold to buyers for the benefit of the Centre.

New plantings seem to be on the rise throughout New Zealand a huge positive for the industry. The Ministry for Primary Industries has reported an increase in 2011 of approximately 14 million seedlings from 2010. This included approximately 12 thousand hectares of new planting and 48 thousand hectares of replanting. Industry feedback suggests that much of the new planting was motivated by the Emissions Trading Scheme and the current positive outlook for wood and fibre demands.

Forest Manager

GFM Ltd

# ANNUAL FEES

Have you paid your fees? Pay online now at [www.greenplan.co.nz](http://www.greenplan.co.nz)

We still have a number of outstanding annual fees which we will be actively pursuing, so if you have outstanding fees please pay them now.

To pay your fees or check that we have received your payment you can login to your account via our website:

[www.greenplan.co.nz](http://www.greenplan.co.nz)

- Click on the “Investor Centre” tab at the top of the page,
- Then click on “Pay Annual Fees” at the top left,
- Enter your Greenplan ID number.

Check your due-date to ensure your payment has been credited to your account.

If you have outstanding fees but are having difficulty making payment please contact the Greenplan office – it is possible to make payment arrangements of a small weekly/fortnightly amount, by arrangement.

Also, did you know that you can pre-pay your account – a number of investors utilise this payment option with most pre-pays being 5 years.

# NEWS CHIPS

## Wooden Chopper

This Hungarian has spent two and a half years building himself a Chopper almost entirely out of wood. He has inserted a Fiat engine to give some grunt.



## Wood Chips Tested As River Protection

Canadian scientists are testing a new technique to keep nitrates leaching into their nations rivers and lakes by using wood chips as can be seen in the photo. Perhaps some of our kiwi farmers may be able to benefit from this technique.

The Agriculture Canada experiment uses underground pits filled with wood chips to filter nitrates from farm runoff. During and after rain storms the runoff water from fields is filtered through the wood chips before its runs into rivers. **(source: Friday Offcuts)**

## Australian Carbon

On the 8th November 2011 Australia finally passed their carbon tax legislation. It has just been reported that Australia and the European Commission have now agreed to link their carbon trading schemes by 2018. Does this now mean NZ will now try and link our scheme with Australia. Time will tell and what does it all mean? Who knows, but following the recent Carbon Conference in Auckland I got the feeling that the ETS is here to stay and that linking is a preferred option however prices are likely to remain subdued for some time. Currently as at time of writing the price of a NZU (NZ Carbon Credit) was trading in the range of \$4.70 to \$5.00. This is well down on the price cap of \$25. **(See [www.carbonmatch.co.nz](http://www.carbonmatch.co.nz) for some excellent coverage and latest prices on the NZ ETS.)**

## ABOUT KATE

Many of you will be familiar with Kate, but for those of you who don't know, Kate works for Perpetual Trust the statutory supervisor for all Greenplan Forestry Partnerships.

Kate was trapped in the PGC building for approximately twelve hours after the February 2011 earthquake where she sustained life threatening crush injuries to her body.

Due to the extent of Kate's injuries both her legs were amputated, including her hips.

Kate spent ten months in hospital and during that time she had approximately thirty operations. She was discharged from Burwood hospital on 22nd December 2011.

On her medical certificate the doctors stated that she couldn't work until August 2012, but due to her sheer determination she proved them wrong as she achieved her first goal and she's been working one day a week since March.

Kate's main goal is to get back to being as independent as she was before that dreadful day.

The Kate Barron Trust has been set up to help make Kate's life easier, to help her achieve her goals in life, and to support her on her new journey.

Please help us support this amazing young lady by making a donation – just visit the Greenplan website and click the Donate button.



## INVESTOR VISITS



The Lindamood family visiting the Greenplan (Dunmore West) Forest Partnership No.47

## SECONDARY MARKET UNITS FOR SALE

## SECONDARY MARKET

Partnership Name	No.	Status	Units	Price	Year Planted
Arapito	10	RESERVED AFTER PER	1	\$13,000	1995
Aratoro	13	RESERVED AFTER PER	1	\$12,500	1995
Aratoro	13	PER	1	\$12,500	1995
Aratoro	14	PER	1	\$11,500	1995
Slab Hut	21	PER	1	\$10,000	1996
Slab Hut	21	PER	1	\$10,250	1996
Slab Hut	21	PER	2	\$10,500 each	1996
Brakeside	23	RESERVED AFTER PER	1	\$10,000	1996
River Road	24	RESERVED AFTER PER	1	\$10,500	1996
River Road	24	PER	2	\$12,600 each	1996
Tin Whare	26	PER	1	\$10,000	1996
Rhodes	29	RESERVED AFTER PER	1	\$9,300	1997
Rhodes	29	RESERVED AFTER PER	1	\$9,500	1997
Stockyards	32	OM	1	\$9,000	1998
Rim Rock	33	RESERVED AFTER PER	1	\$5,000 (1/2 Ha)	1997
Pig & Whistle	34	RESERVED AFTER PER, also subject to Limitation of Liability	1	\$5,500 (1/2 Ha)	1997
Squires Creek	38	RESERVED AFTER PER	1	\$4,750 (1/2 Ha)	1998
Jones	39	RESERVED AFTER PER	1	\$4,000 (1/2 Ha)	1998
Huntaway	40	PER, also subject to Limitation of Liability	1	\$8,500	1999
Wild Boar	43	OM	1	\$4,750 (1/2 Ha)	1999
Tunnel Rock	46	RESERVED	1	\$7,350	2000
Tunnel Rock	46	OM	1	\$7,500	2000
Tunnel Rock	46	OM	1	\$7,750	2000
Dunmore West	47	RESERVED	1	\$6,800	2000
Minormore	49	OM	1	\$4,500 (1/2 Ha)	2001
Twin Rivers	51	OM	1	\$7,050	2001
Twin Rivers	51	OM	1	\$7,500	2001
Headwaters	52	OM	1	\$7,300	2001
Ducksfield	53	OM	1	\$6,900	2002
Ducksfield	53	OM	1	\$7,000	2002
Ducksfield	53	OM	1	\$7,300	2002
Glen Afton	54	OM, subject to Limitation of Liability	1	\$7,000	2002
Greatwood	57	RESERVED	1	\$5,900	2003
Greatwood	57	OM	1	\$6,500	2003
Greatwood	57	OM	1	\$6,900	2003
Greatwood	57	OM	2	\$7,000 each	2003
Greatwood	57	OM	1	\$8,000	2003
Whitecliffs	59	OM	4	\$7,300 each	2003
Pinegrove	61	OM	1	\$6,900	2003
Pinegrove	61	OM	1	\$7,150	2003
Wayleggo	62	OM	1	\$6,400	2004

OM Available on the Open Market. The units are available for purchase on the open market at the advertised sale price and have either passed through the pre-emptive right period, or are not subject to a pre-emptive right.

RESERVED These units are in the process of being purchased.

PER There is a pre-emptive right of purchase for partners in the partnership in which units are offered for sale in partnerships 1 to 40. This means that partners in those partnerships have a 28 day right of purchase from the date of this advertisement. Only after 28 days can units be sold at the advertised sale price to people not in that partnership. Where the pre-emptive right applies non partners can reserve units for purchase at the advertised sale price if they are unsold at the expiry of the pre-emptive right. There is no pre-emptive right in partnerships 41 to 63.

WANT TO BUY? To arrange purchase of secondary market units, or more information about the secondary market, contact Deb Bryant.

## CONTACT DETAILS

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