



The Manager
Companies Announcements Office
Australian Securities Exchange

18 September 2017

Dear Sir/Madam,

PF Olsen Australia appointed as forestry manager

The Company (KPT) announces that it has appointed PF Olsen (Aus) Pty Ltd (PF Olsen) to act as manager of its plantation estate on Kangaroo Island. PF Olsen will be responsible for the supervision of plantation maintenance, harvest planning and operations, haulage contract management and replanting and coppicing following harvest.

PF Olsen will also be a source of high-level analysis and advice on measuring and maximising overall estate productivity and maintaining Forestry Stewardship Council certification. PF Olsen had previously been responsible for plantation management in respect of the recently-acquired FIT Estate on Kangaroo Island and already has an experienced employee based on Kangaroo Island.

KPT also employs several staff members on the Island and will continue to do so. In addition to their care and maintenance role at the Company's sawmill, these employees will act as an internal contractor, working with PF Olsen, alongside other forestry contractors.

The appointment of PF Olsen to manage forestry operations is a further step in preparing the Company to become a sustainable export forestry operation. Partnerships have already been established with Mitsui for marketing, with CBA for asset finance and with Maritime Constructions for the Smith Bay Wharf development. The Company now awaits development consent for its proposed wharf so that construction and operations can begin.

Further information on PF Olsen can be found at www.au.pfolsen.com.

Yours sincerely,

A handwritten signature in blue ink, appearing to read "Vicky Allinson", with a horizontal line extending to the right.

Ms Vicky Allinson
Company Secretary

