

19 August 2019

The Manager
Companies Announcements Office
Australian Securities Exchange

Dear Sir/Madam,

Option to acquire additional land at Smith Bay

Kangaroo Island Plantation Timbers (KIPT) is pleased to announce that it has negotiated an option to acquire a 50ha property adjoining land at Smith Bay over which already holds an option. Smith Bay, Kangaroo Island, is the site of the proposed KI Seaport.

The new option becomes exercisable following government approval of the KI Seaport, allowing the Company to acquire the land for a price of \$300,000, CPI-adjusted. The landowner also has an option to require the Company to buy the land, post approval, at the same price. The option period is two years.

The Company has paid a one-off option fee of \$10,000 to assist the landholder with the cost of obtaining expert advice. This will be refundable against the purchase price. The land parcel is shown in the attached map.

Control of this land gives the Company the ability, subject to relevant consents, to rehabilitate a longer section of Smith Creek, the degraded condition of which is an acknowledged source of water quality problems for the onshore aquaculture business that is located further east on Smith Bay.

Including the land which is the subject of the option, the Company now controls a total of approximately 275ha at Smith Bay. The Company may, in future, dispose of some surplus land and may seek to acquire other land parcels in the area.

The landside footprint of the proposed development has not changed.

Yours sincerely,



Ms Vicky Allinson
Company Secretary

Aerial photograph of western Smith Bay, showing the land over which the new option is held, in relation to existing land holdings and option.

