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The Manager
Companies Announcements Office
Australian Securities Exchange

Sale of housing land

On 16 March 2015, the Company (KPT) announced that it had exchanged contracts for the sale of a further 100ha parcel of land to be subdivided from its tree farm known as Lycurgus, on western Kangaroo Island. The subject land includes a semi-derelict house and some dams.


The agreed sale price was \$200,000, with the purchasers, a local family, making an additional contribution to subdivision and freeholding costs. The Company is pleased to announce that, after extensive delays, the transaction was completed on Friday 21 October 2016. The net proceeds of the sale were \$222,227, including an interest component.

Like Lycurgus, each of the Company's existing tree farms - and each of the tree farms that the Company is in the process of acquiring through the FIT Estate transaction announced on 21 October 2016 - is a former farm. Many were soldier settlement blocks. Almost all have cleared house sites, power and a dam.

The Company is hopeful that, in due course, it will be possible to re-establish housing on many of these properties, partially reversing the de-population of western Kangaroo Island that has resulted both from farm consolidation and, in recent decades, from conversion to plantation forestry. As the forestry industry moves into the production phase, there will be a need for more workers and therefore, for more housing.

KPT plans to work with state and local government to achieve the planning approvals needed to help re-establish liveable housing on its tree farms.

Sincerely,



Victoria Allinson
Company Secretary