

ASX Announcement

2 June 2011

Align Funds Management Limited (formerly known as Orchard Investments Management Limited) in its capacity as the responsible entity of the Timbercorp Orchard Trust (Receivers and Managers Appointed)
ACN: 105 684 231 ABN: 34 105 684 231 (Responsible Entity)

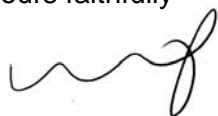
Settlement of the Kangara water rights

As you will be aware, on 22 October 2009 the Trust Company (Nominees) Limited (formerly Permanent Nominees (Aust.) Limited), as trustee for the TODHA debenture holders, appointed Receivers and Managers of the assets of Align Funds Management Limited in its capacity as responsible entity of the Timbercorp Orchard Trust.

The Receivers and Managers of Align Funds Management Limited in its capacity as Responsible Entity for the Timbercorp Orchard Trust (Receivers and Managers Appointed) are pleased to announce that settlement of the Kangara water rights under the terms of the Contract for Sale dated 4 January 2011 (Contract) occurred on Thursday, 2 June 2011.

As set out in our announcement dated 16 March 2011 and pursuant to the orders of the Supreme Court of Victoria made on 15 March 2011 in respect of the 2004 and 2005 Timbercorp Citrus Projects, following settlement of the Contract, the net sale proceeds are to be held on trust by the Receivers, pending the hearing and determination by the Court of a proceeding to determine which person or persons have any rights to all or any part of the net sale proceeds.

Yours faithfully



Michael Fung
Receiver and Manager