

Brian Silvia
BRI Ferrier
By email: brian.silvia@briferriernsw.com.au

1 April 2011

Dear Brian

**Forest Enterprises Australia Group
Managed Investment Schemes 1999 to 2008 (FEA Schemes)
FEA Limited (subject to deed of company arrangement)(receivers and managers appointed)
(FEA)
FEA Plantations Limited (subject to deed of company arrangement)(receivers appointed)
(FEAP)
Proposed adjourned Grower meetings on 4 April 2011**

We refer to the above meetings which were called for 28 February 2011, were adjourned to 21 March 2011, and are now scheduled to be held on 4 April 2011.

Our lawyers have today written to Mr Rob Burns in his capacities as:

- The incumbent Chair of the current adjourned member meetings;
- President of the FEA Growers Group Inc (FEAGG) which has stated its support of the Black Tree Proposal; and
- One of three attorneys for certain as yet unidentified Growers who caused the notices of meeting to be issued.

It has been put to Mr Burns that the notices of meeting and the Black Tree Proposal should be withdrawn or that, at the very least, those meetings be further adjourned to a date well beyond 4 April 2011. The primary reasons that position was put to Mr Burns are that:

- There are numerous material shortcomings associated with the Black Tree Proposal many of which militate against an outcome which is in Growers' best interests;
- Risks associated with the Black Tree Proposal have been insufficiently disclosed and, in some instances, not disclosed at all;
- Material published or made available by Black Tree and FEAGG in respect of the Black Tree Proposal is either likely to mislead Growers or is provided without a reasonable basis, or both; and

- The Black Tree Proposal will result in the termination of discussions concerning an alternative proposal being negotiated with RFM: thus discussions in respect of that proposal should be given the opportunity to be concluded so that, if concluded successfully, that proposal may be put to Growers as an alternative.

Additionally, you will see that the correspondence raises other issues, in addition to those mentioned above, which we you should consider as deed administrator of the responsible entity:

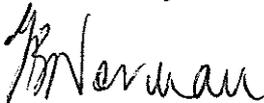
- The risks to which Growers will be exposed in the FEA Schemes should the Black Tree Proposal be effected; and
- Obvious shortcomings with the forms of documents which have been put to Growers to effect the Black Tree Proposal.

We attach a copy of that letter for your information, and refer you to a more comprehensive analysis of the issues referred to in that correspondence (copy attached).

We consider that, as deed administrator, you are bound to bring the Growers' attention to the comprehensive analysis referred to above, so that Growers are given the opportunity to be more fully informed concerning the implications of the Black Tree Proposal.

We have also sent copies of that correspondence to ASIC, and to representatives of Primary RE Ltd and Black Tree Pty Ltd.

Yours faithfully



Tim Norman

Receiver and Manager of FEA and Receiver of FEAP