KINGSWOOD FOREST PARTNERSHIP

MINUTES OF ANNUAL GENERAL MEETING
HELD AT WAIROA WAR MEMORIAL HALL AND THE PROPERTY
ON 22nd APRIL 2018 AT 8:30AM

PRESENT

Aickin Holdings Limited (John & Dianne Aickin), Dallas Forest Two Limited (Alasdair & Dallas Munro), Hughes Company Limited (Trevor & Jan Hughes), Kiwi Direct Limited (Bruce & Susan Clow), Lemak Properties Limited (Mike & Carol Lee & Terry & Kay Makey)), Longstaff Enterprises Limited (Charlie Longstaff), Roger Dickie (No 19) Limited (Margaret Prince as Proxy), Roger Dickie, The Dark Green Forest Company Limited (Anne & Geoff Knight)

ATTENDING

Steve Bell, Rory Bennison, Nathan Wallace, Richard Airey (Forest Management (NZ) Limited), Will Dickie, Richard Bourne, Grant Morris (Roger Dickie (NZ) Limited), Jeff Whitlock, Margaret Prince (Moore Stephens Markham's Waverley)

APPOINTMENT OF CHAIRMAN

Nominations were called for the position of Chairman for this meeting.
Alasdair Munro/Trevor Hughes THAT Grant Morris be appointed Chairman for this meeting.

CARRIED

APOLOGIES AND PROXIES

Bush Investments Limited, Catherine Martin, Claire Louise Noor, Coltine Forestry Limited, Davies Interests Limited, Eanna Doyle, Elizabeth Holdings Limited, Graham Peacock, Madhuri Laxmidhar Ballal, Mavrow Investments Limited, Myers Forest Limited, Patricia Ann Wright, Roger Dickie (No 19) Limited, Ron Hamilton, Stephen Edwards, Thompson Trees No 2 Company Limited, Timothy John Wardell, Unsworth Forest Company Limited, Vikram Joseph, Wagin Park Forests Limited, Wellers Wood Limited. Proxies were held for the above named, establishing a quorum for the meeting.
Bruce Clow/Mike Lee THAT apologies and proxies be confirmed.

CARRIED

MINUTES OF THE PREVIOUS MEETING

The Minutes of the April 2017 general meeting had been circulated.
Roger Dickie/Margaret Prince as Proxy for Roger Dickie (No 19) Limited THAT the minutes be confirmed. CARRIED

ARISING FROM THE MINUTES

Nil

REPORTS AND DRAFT FINANCIAL STATEMENTS

The reports from Roger Dickie, Forest Management (NZ) Ltd, PF Olsen's 2018 Tree Crop Valuation and the 2018 Draft Financial Statements were tabled and discussed.

PUBLIC LIABILTY INSURANCE

Susan Clow/Geoff Knight THAT Public Liability Insurance be effected for $10 million.

CARRIED

ADMINISTRATION

Trevor Hughes/Susan Clow THAT the administrators' remuneration be at a rate of $378 (GST excl.) per month. CARRIED

BUDGET/CASHFLOW

Trevor Hughes/Susan Clow THAT the Budget Cashflow Statement for the year to 28th February 2019 be approved. CARRIED

It was noted the NZU sales shown in March are a drawdown of funds from the partnerships investment account where funds from the sale of NZUs are held. It is to cover the tax partners are required to pay on the sale of NZUs. It is also shown as a distribution, to partners, in April. Any further amounts shown on the NZU sales line during the year are not further sales but are draw downs from the investment account. The balance of funds remain in the interest bearing investment account (as shown in Financial Statements) to cover ongoing holding costs thus eliminating share calls as voted for in 2017.

GENERAL BUSINESS

Forest Report

Forest Manager Steve Bell gave an update of the forests saying the Wairoa forests are all in good health and the weather over the year has been kind with no major storm events causing any problems

ETS (Emissions Trading Scheme)

William Dickie gave attendees an update regarding the ETS. The Government announced the ETS will be reviewed in late 2019 and there seems to be a general consensus within the industry that further upside in the price of carbon is likely given the Green influence in the coalition. The manager continues to monitor the market.

Log Markets

There was an update on the outlook for log markets in the short to medium term. Overall, momentum remains robust in China, log offtake from the ports is up to 100,000m3 per day with log inventories sitting between four and five million cubic meters. Exchange and shipping rates had increased slightly.

Health and Safety

It was discussed that this is a significant factor in the forestry industry. The forest managers are being very proactive in this space to ensure best practice from all contractors in our forests.

Secondary Market

We have had very little to offer on the secondary market with no secondary sales for 4 months. We have a good number of existing partners who have registered an interest in securing additional investment. Partners looking to secure additional Partnership Interests or divest were advised to contact the office.

MEETING CLOSED: 3:00pm

……………………………………………

Chairman

Kingswood Forest Partnership 2018