

21 September 2021

The Manager
Companies Announcements Office
Australian Securities Exchange

KIPT ASX ANNOUNCEMENT

On 11 August 2021, Kangaroo Island Plantation Timbers Limited ("KIPT") announced a strategy to remove the tree crop and convert its land for more traditional agricultural use. The directors see no prospect of recovering the losses on the tree-crop but will continue to pursue any salvage harvest opportunities, particularly for softwood plantations, if the contribution to tree removal and site clean-up presents an attractive risk adjusted return to shareholders.

KIPT today notes a media release by the South Australian Minister for Primary Industries and Regional Development regarding a \$15m transport assistance program for transporting softwood from Kangaroo Island to mainland timber mills.

KIPT is yet to receive details but understands the grant is open to all growers on Kangaroo Island, and may provide sufficient contribution to tree removal and site clean-up costs to justify salvage harvesting of softwood.

By authority of the Board, Transport assistance



Victoria Allinson
Company Secretary