

Blairlogie Pine Investment

Prospective Financial Information for Expected Life of the Scheme

These Prospective Financial Statements of Blairlogie Pine Investment (BPI) comprise Prospective Financial Information (PFI) and other PFI related information through to the year ending 31 December 2054. Separately available is PFI for the 3 months to 31 December 2024 (FY24) and the 12 months ending 31 December 2025 (FY25) for which Grant Thornton New Zealand Audit Limited was engaged to issue a limited assurance opinion.

Introduction

These prospective financial statements comprise the following:

- Prospective Statement of Comprehensive Income
- Prospective Statement of Financial Position
- Prospective Statement of Changes in Equity
- Prospective Statement of Cashflows
- Notes, comprising a summary of significant accounting policies, significant assumptions and any relevant information underlying the prospective financial statements

This document should be read in conjunction with the Product Disclosure Statement (PDS) and the Forest and Carbon Management Plan provided on the Disclose Register (www.business.govt.nz/disclose).

Basis of Preparation and Presentation

The PFI has been prepared in accordance with the requirements of Financial Reporting Standard 42: Prospective Financial Statements. The PFI, and underlying assumptions, have been prepared by management and approved by the Forest Enterprises Limited Board (the “Directors”) specifically for the Public Offer of shares in BPI (the “Offer”).

Forest Enterprises Limited is the licenced Manager of the Scheme. The Directors have given due care and attention to the preparation of the PFI and authorised the PFI as at 20 September 2024 for the purpose of providing investors with information to be able to determine the future prospects of the scheme subject to the assumptions stated. The PFI may not be suitable for any other purpose.

PFI, by its nature, is inherently uncertain. It involves predictions of future events that cannot be assured as well as risks and uncertainties which are often beyond the control of BPI. These risks and uncertainties include, but are not limited to, the non-occurrence of anticipated events or alternatively events occurring that were not anticipated. Various risk factors and the management thereof may influence the success of BPI’s business. Refer further to Section 7 *Risks to returns from Blairlogie Pine Investment* in the PDS. Accordingly, actual results may vary from the PFI, and those variations may be significantly more or less favourable.

The Directors cannot and do not guarantee the achievement of the PFI.

Financial Periods

The PFI covers the periods through to the year ending 31 December 2054, the expected point at which the Scheme will conclude by selling the land and standing timber.

The Directors are responsible for and have authorised the issue of the PFI on 20 September 2024. Each year as part of the annual reporting process, the future period prospective financial information will be updated.



Blairlogie Pine Investment Prospective Statement of Comprehensive Income

	For the period 1 October 2024 to 31 December 2024	For the Year to 31 December 2025	For the Year to 31 December 2026	For the Year to 31 December 2027	For the Year to 31 December 2028	For the Year to 31 December 2029	For the Year to 31 December 2030	For the Year to 31 December 2031	For the Year to 31 December 2032	For the Year to 31 December 2033	For the Year to 31 December 2034	For the Year to 31 December 2035	For the Year to 31 December 2036	For the Year to 31 December 2037	For the Year to 31 December 2038	For the Year to 31 December 2039
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
REVENUE																
Carbon Income Received	0	0	0	0	0	69,785	114,831	133,120	164,335	400,866	692,682	750,242	935,258	1,128,577	1,438,098	1,879,728
Land Rental	16,017	50,580	33,415	16,193	0	0	0	0	0	0	0	0	0	0	0	0
Replant Receipts	0	278,444	379,970	390,849	387,786	0	0	0	0	0	0	0	0	0	0	0
Harvest Income	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL REVENUE	16,017	329,024	413,385	407,042	387,786	69,785	114,831	133,120	164,335	400,866	692,682	750,242	935,258	1,128,577	1,438,098	1,879,728
LESS EXPENDITURE																
Forestry Expenditure																
Establishment	0	231,691	319,390	316,970	293,248	8,922	0	0	0	0	0	0	0	0	0	0
Tending	0	1,781	0	14,260	39,492	55,177	120,085	42,122	0	124,485	167,688	165,028	152,367	0	0	0
Maintenance	2,371	3,495	5,079	6,672	8,181	8,345	8,512	8,682	8,856	9,033	9,213	9,398	9,585	9,777	9,973	10,172
Protection	1,185	1,748	2,540	3,336	4,091	4,172	4,256	4,341	4,428	4,516	4,607	4,699	4,793	4,889	4,986	5,086
Insurance	3,189	4,644	6,758	9,156	11,761	13,368	15,033	16,761	18,551	20,406	22,328	24,319	26,380	28,514	30,723	33,009
Inventory	3,000	3,000	3,060	3,121	3,184	3,247	3,312	3,378	3,446	3,515	3,585	3,657	3,730	3,805	3,881	3,958
Rates	2,020	8,080	8,242	8,406	8,575	8,746	8,921	9,099	9,281	9,467	9,656	9,849	10,046	10,247	10,452	10,661
Total Forestry Expenditure	11,765	254,439	345,068	361,921	368,532	101,977	160,119	84,383	44,562	171,421	217,077	216,950	206,901	57,232	60,015	62,887
Other Expenditure																
Management Fees	1,778	10,490	15,239	20,017	26,074	26,595	27,127	27,670	28,223	28,788	29,363	29,951	30,550	31,161	31,784	32,420
Investor Admin Fee	0	10,000	10,200	10,404	10,612	10,824	11,041	11,262	11,487	11,717	11,951	12,190	12,434	12,682	12,936	13,195
Supervisor Fees	1,128	4,510	4,600	4,692	4,786	4,882	4,979	5,079	5,181	5,284	5,390	5,498	5,608	5,720	5,834	5,951
Financial Audit - Staples Rodway	5,000	5,000	5,100	5,202	5,306	5,412	5,520	5,631	5,743	5,858	5,975	6,095	6,217	6,341	6,468	6,597
Forestry Audit - Forme Consultancy	1,500	1,500	1,530	1,561	1,592	1,624	1,656	1,689	1,723	1,757	1,793	1,828	1,865	1,902	1,940	1,979
Investment Update and Valuations	1,375	5,500	5,610	5,722	5,837	5,953	6,072	6,194	6,318	6,444	6,573	6,704	6,839	6,975	7,115	7,257
Legal and Other Professional Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Formation, Mapping and Inventory	485	2,393	3,938	2,853	2,064	1,825	2,459	2,420	2,234	0	0	0	0	0	0	0
Borrowing Costs and Bank Fees	1,000	8,050	5,885	1,040	4,064	5,553	1,104	3,964	6,846	4,042	1,195	1,219	1,243	1,268	1,294	1,319
Industry Subscriptions and Levies	7,370	14,302	19,170	24,063	28,708	29,282	29,868	30,465	31,075	31,696	32,330	32,977	33,636	34,309	34,995	35,695
Filing Fees and Disbursements	10,000	10,000	10,200	11,033	10,612	10,824	11,041	11,262	11,487	11,717	11,951	12,190	12,434	12,682	12,936	13,195
Investor Meeting Costs	500	500	5,100	520	531	541	552	563	574	586	598	609	621	634	647	660
Total Other Expenditure	30,136	72,245	86,573	87,109	100,186	103,317	101,420	111,266	110,891	107,889	107,119	109,261	117,042	113,675	115,949	118,268
Depreciation	0	2,249	5,165	7,888	10,246	9,733	9,247	8,784	8,345	7,928	7,532	7,155	6,797	6,457	6,134	5,828
TOTAL EXPENDITURE	41,901	328,933	436,806	456,917	478,963	215,027	270,786	204,434	163,798	287,238	331,728	333,366	330,740	177,365	182,098	186,982
NET FOREST DEVELOPMENT INCOME (EXPENDITURE)	(25,884)	91	(23,421)	(49,876)	(91,178)	(145,242)	(155,956)	(71,314)	538	113,628	360,954	416,876	604,518	951,212	1,256,000	1,692,745
Change in Fair Value of Tree Crop	0	233,472	334,507	5,467,616	857,082	1,003,726	1,105,841	1,237,038	1,272,758	1,325,662	1,346,279	1,226,770	1,294,995	1,230,556	991,004	771,568
Net Profit (Loss)	(25,884)	233,563	311,086	5,417,740	765,904	858,484	949,885	1,165,723	1,273,295	1,439,290	1,707,234	1,643,647	1,899,513	2,181,769	2,247,004	2,464,313
Other Comprehensive Income	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Comprehensive Income	(25,884)	233,563	311,086	5,417,740	765,904	858,484	949,885	1,165,723	1,273,295	1,439,290	1,707,234	1,643,647	1,899,513	2,181,769	2,247,004	2,464,313

Refer to Replated Parties Note - Ongoing Managers Fees and Expenses, Assuming inflation of 2%pa from 1 January 2026

	For the period 1 October 2024 to 31 December 2024	For the Year to 31 December 2025	For the Year to 31 December 2026	For the Year to 31 December 2027	For the Year to 31 December 2028	For the Year to 31 December 2029	For the Year to 31 December 2030	For the Year to 31 December 2031	For the Year to 31 December 2032	For the Year to 31 December 2033	For the Year to 31 December 2034	For the Year to 31 December 2035	For the Year to 31 December 2036	For the Year to 31 December 2037	For the Year to 31 December 2038	For the Year to 31 December 2039
Manager and Associated Persons																
Base Management Fee	1,778	10,490	15,239	20,017	26,074	26,595	27,127	27,670	28,223	28,788	29,363	29,951	30,550	31,161	31,784	32,420
Investor Admin Fee	0	10,000	10,200	10,404	10,612	10,824	11,041	11,262	11,487	11,717	11,951	12,190	12,434	12,682	12,936	13,195
Forest Activity Supervision Fee	2,934	43,842	59,989	63,405	65,122	20,723	30,588	18,028	11,432	32,275	39,958	40,013	38,415	13,549	14,093	14,653
Non harvest Income Fee	0	0	0	0	0	3,489	5,742	6,656	8,217	20,043	34,634	37,512	46,763	56,429	71,905	93,986
Investment Update and indicative valuation fee	1,375	5,500	5,610	5,722	5,837	5,953	6,072	6,194	6,318	6,444	6,573	6,704	6,839	6,975	7,115	7,257
Investor Meeting Costs	500	500	5,100	520	531	541	552	563	574	586	598	609	621	634	647	660
Disbursements	7,000	7,000	7,140	7,912	7,428	7,577	7,729	7,883	8,041	8,202	8,366	8,533	8,704	8,878	9,055	9,236



Blairlogie Pine Investment Prospective Statement of Comprehensive Income (continued)

	For the Year to 31 December 2040	For the Year to 31 December 2041	For the Year to 31 December 2042	For the Year to 31 December 2043	For the Year to 31 December 2044	For the Year to 31 December 2045	For the Year to 31 December 2046	For the Year to 31 December 2047	For the Year to 31 December 2048	For the Year to 31 December 2049	For the Year to 31 December 2050	For the Year to 31 December 2051	For the Year to 31 December 2052	For the Year to 31 December 2053	For the Year to 31 December 2054
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
REVENUE															
Carbon Income Received	2,185,832	2,449,354	2,656,970	2,821,408	2,952,759	3,056,509	3,142,549	3,204,397	3,247,646	3,293,674	3,345,743	3,402,748	3,459,899	3,502,522	3,534,469
Land Rental	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Replant Receipts	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Harvest Income	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL REVENUE	2,185,832	2,449,354	2,656,970	2,821,408	2,952,759	3,056,509	3,142,549	3,204,397	3,247,646	3,293,674	3,345,743	3,402,748	3,459,899	3,502,522	3,534,469
LESS EXPENDITURE															
Forestry Expenditure															
Establishment	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Tending	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Maintenance	10,376	10,583	10,795	11,010	11,231	11,455	11,684	11,918	12,156	12,399	12,647	12,900	13,158	13,422	13,690
Protection	5,188	5,292	5,397	5,506	5,616	5,728	5,843	5,960	6,079	6,201	6,325	6,451	6,580	6,712	6,846
Insurance	35,374	37,820	40,350	42,327	42,821	42,511	41,027	39,466	37,828	36,103	28,434	26,919	25,333	23,671	21,931
Inventory	4,038	4,118	4,201	4,285	4,370	4,458	4,547	4,638	4,731	4,825	4,922	5,020	5,121	5,223	5,328
Rates	10,875	11,092	11,314	11,540	11,771	12,006	12,247	12,492	12,741	12,996	13,256	13,521	13,792	14,067	14,349
Total Forestry Expenditure	65,849	68,905	72,057	74,668	75,809	76,159	75,347	74,473	73,536	72,524	65,584	64,812	63,984	63,095	62,143
Other Expenditure															
Management Fees	33,068	33,729	34,404	35,092	35,794	36,510	37,240	37,985	38,744	39,519	40,310	41,116	41,938	42,777	43,633
Investor Admin Fee	13,459	13,728	14,002	14,282	14,568	14,859	15,157	15,460	15,769	16,084	16,406	16,734	17,069	17,410	17,758
Supervisor Fees	6,070	6,191	6,315	6,441	6,570	6,702	6,836	6,972	7,112	7,254	7,399	7,547	7,698	7,852	8,009
Financial Audit - Staples Rodway	6,729	6,864	7,001	7,141	7,284	7,430	7,578	7,730	7,884	8,042	8,203	8,367	8,534	8,705	8,879
Forestry Audit - Forne Consultancy	2,019	2,059	2,100	2,142	2,185	2,229	2,273	2,319	2,365	2,413	2,461	2,510	2,560	2,612	2,664
Investment Update and Valuations	7,402	7,550	7,701	7,855	8,012	8,173	8,336	8,503	8,673	8,846	9,023	9,204	9,388	9,576	9,767
Legal and Other Professional Fees	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Formation, Mapping and Inventory	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Borrowing Costs and Bank Fees	1,346	1,373	1,400	1,428	1,457	1,486	1,516	1,546	1,577	1,608	1,641	1,673	1,707	1,741	1,776
Industry Subscriptions and Levies	36,409	37,137	37,880	38,637	39,410	40,198	41,002	41,822	42,659	43,512	44,382	45,270	46,175	47,099	48,041
Filing Fees and Disbursements	13,459	13,728	14,002	14,282	14,568	14,859	15,157	15,460	15,769	16,084	16,406	16,734	17,069	17,410	17,758
Investor Meeting Costs	673	6,864	700	714	728	743	757	773	788	804	820	837	853	871	888
Total Other Expenditure	120,633	129,223	125,507	128,017	130,577	133,189	142,673	138,570	141,341	144,168	147,051	157,523	152,992	156,052	159,173
Depreciation	5,536	5,260	4,997	4,747	4,509	4,284	4,070	3,866	3,673	3,489	3,315	3,149	2,992	2,842	(166,217)
TOTAL EXPENDITURE	192,019	203,388	202,560	207,432	210,896	213,632	222,090	216,909	218,550	220,181	215,950	225,483	219,967	221,989	55,099
NET FOREST DEVELOPMENT INCOME (EXPENDITURE)	1,993,813	2,245,966	2,454,410	2,613,976	2,741,863	2,842,877	2,920,458	2,987,488	3,029,097	3,073,492	3,129,793	3,177,265	3,239,931	3,280,533	3,479,369
Change in Fair Value of Tree Crop	385,756	108,843	(144,316)	(376,823)	(581,099)	(772,505)	(954,825)	(1,130,782)	(1,313,380)	(1,487,533)	(1,682,281)	(1,909,379)	(2,150,134)	(2,431,398)	(1,922,578)
Net Profit (Loss)	2,379,569	2,354,808	2,310,093	2,237,153	2,160,764	2,070,372	1,965,633	1,856,706	1,715,716	1,585,959	1,447,512	1,267,886	1,089,797	849,135	1,556,791
Other Comprehensive Income	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Comprehensive Income	2,379,569	2,354,808	2,310,093	2,237,153	2,160,764	2,070,372	1,965,633	1,856,706	1,715,716	1,585,959	1,447,512	1,267,886	1,089,797	849,135	1,556,791

Refer to Replanted Parties Note - Ongoing Managers Fees and Expenses, Assuming inflation of 2%pa from 1 January 2026

Manager and Associated Persons	For the Year to 31 December 2040	For the Year to 31 December 2041	For the Year to 31 December 2042	For the Year to 31 December 2043	For the Year to 31 December 2044	For the Year to 31 December 2045	For the Year to 31 December 2046	For the Year to 31 December 2047	For the Year to 31 December 2048	For the Year to 31 December 2049	For the Year to 31 December 2050	For the Year to 31 December 2051	For the Year to 31 December 2052	For the Year to 31 December 2053	For the Year to 31 December 2054
Base Management Fee	33,068	33,729	34,404	35,092	35,794	36,510	37,240	37,985	38,744	39,519	40,310	41,116	41,938	42,777	43,633
Investor Admin Fee	13,459	13,728	14,002	14,282	14,568	14,859	15,157	15,460	15,769	16,084	16,406	16,734	17,069	17,410	17,758
Forest Activity Supervision Fee	15,231	15,825	16,437	16,961	17,241	17,392	17,351	17,301	17,242	17,173	16,118	16,093	16,061	16,021	15,972
Non harvest Income Fee	109,292	122,468	132,848	141,070	147,638	152,825	157,127	160,220	162,382	164,684	167,287	170,137	172,995	175,126	176,723
Investment Update and indicative valuation fee	7,402	7,550	7,701	7,855	8,012	8,173	8,336	8,503	8,673	8,846	9,023	9,204	9,388	9,576	9,767
Investor Meeting Costs	673	6,864	700	714	728	743	757	773	788	804	820	837	853	871	888
Disbursements	9,421	9,609	9,802	9,998	10,198	10,402	10,610	10,822	11,038	11,259	11,484	11,714	11,948	12,187	12,431



Blairlogie Pine Investment Prospective Statement of Statement of Financial Position

	As at 31 December 2024	As at 31 December 2025	As at 31 December 2026	As at 31 December 2027	As at 31 December 2028	As at 31 December 2029	As at 31 December 2030	As at 31 December 2031	As at 31 December 2032	As at 31 December 2033	As at 31 December 2034	As at 31 December 2035	As at 31 December 2036	As at 31 December 2037	As at 31 December 2038	As at 31 December 2039
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
CURRENT ASSETS																
Cash and cash equivalents	0	0	202,713	101,106	0	179,620	32,911	0	0	100,820	0	0	0	0	0	0
TOTAL CURRENT ASSETS	0	0	202,713	101,106	0	179,620	32,911	0	0	100,820	0	0	0	0	0	0
NON-CURRENT ASSETS																
Property, Plant and Equipment																
Land at Cost	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000
Land Preparation	0	44,972	105,552	165,171	220,216	220,216	220,216	220,216	220,216	220,216	220,216	220,216	220,216	220,216	220,216	220,216
Less Accumulated Depreciation	0	(2,249)	(7,414)	(15,302)	(25,547)	(35,281)	(44,528)	(53,312)	(61,657)	(69,585)	(77,117)	(84,272)	(91,069)	(97,526)	(103,661)	(109,488)
Total Property, Plant and Equipment	4,715,000	4,757,723	4,813,138	4,864,869	4,909,668	4,899,935	4,890,688	4,881,904	4,873,559	4,865,631	4,858,099	4,850,944	4,844,147	4,837,690	4,831,555	4,825,727
Forest Crop Value	522,373	755,843	1,090,351	6,557,967	7,415,048	8,418,775	9,524,617	10,761,655	12,034,412	13,360,074	14,706,354	15,933,125	17,228,122	18,458,678	19,449,681	20,221,249
TOTAL NON-CURRENT ASSETS	5,237,373	5,513,567	5,903,489	11,422,836	12,324,717	13,318,710	14,415,305	15,643,559	16,907,971	18,225,705	19,564,453	20,784,069	22,072,269	23,296,368	24,281,236	25,046,976
TOTAL ASSETS	5,237,373	5,513,567	6,106,202	11,523,942	12,324,717	13,498,330	14,448,216	15,643,559	16,907,971	18,326,525	19,564,453	20,784,069	22,072,269	23,296,368	24,281,236	25,046,976
LESS CURRENT LIABILITIES																
Bank Account (Overdraft)	25,819	68,451	0	0	34,871	0	0	29,619	20,736	0	0	0	0	0	0	0
TOTAL CURRENT LIABILITIES	25,819	68,451	0	0	34,871	0	0	29,619	20,736	0	0	0	0	0	0	0
TOTAL ASSETS	5,211,554	5,445,116	6,106,202	11,523,942	12,289,846	13,498,330	14,448,216	15,613,940	16,887,235	18,326,525	19,564,453	20,784,069	22,072,269	23,296,368	24,281,236	25,046,976
EQUITY	5,211,554	5,445,117	6,106,202	11,523,942	12,289,846	13,498,330	14,448,215	15,613,939	16,887,234	18,326,524	19,564,452	20,784,067	22,072,266	23,296,365	24,281,235	25,046,975
TOTAL EQUITY	5,211,554	5,445,117	6,106,202	11,523,942	12,289,846	13,498,330	14,448,215	15,613,939	16,887,234	18,326,524	19,564,452	20,784,067	22,072,266	23,296,365	24,281,235	25,046,975

Blairlogie Pine Investment Prospective Statement of Changes in Equity

	For the Period to 31 December 2024	For the Year to 31 December 2025	For the Year to 31 December 2026	For the Year to 31 December 2027	For the Year to 31 December 2028	For the Year to 31 December 2029	For the Year to 31 December 2030	For the Year to 31 December 2031	For the Year to 31 December 2032	For the Year to 31 December 2033	For the Year to 31 December 2034	For the Year to 31 December 2035	For the Year to 31 December 2036	For the Year to 31 December 2037	For the Year to 31 December 2038	For the Year to 31 December 2039
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
EQUITY																
Opening Equity	0	5,211,554	5,445,117	6,106,202	11,523,942	12,289,846	13,498,330	14,448,215	15,613,939	16,887,234	18,326,524	19,564,452	20,784,067	22,072,266	23,296,365	24,281,235
Contributions from owners																
Issued Shares	5,237,438	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Applications / Calls	235,000	0	350,000	0	0	350,000	0	0	0	0	0	0	0	0	0	0
Scheme Establishment Costs	(235,000)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Distributions to owners																
Distributions during the period	0	0	0	0	0	0	0	0	0	0	(469,306)	(424,031)	(611,315)	(957,669)	(1,262,134)	(1,698,573)
Closing Investment by Limited Partners	5,237,438	5,211,554	5,795,116	6,106,202	11,523,942	12,639,846	13,498,330	14,448,215	15,613,939	16,887,234	17,857,218	19,140,421	20,172,752	21,114,597	22,034,231	22,582,662
Total Comprehensive Income	(25,884)	233,563	311,086	5,417,740	765,904	858,484	949,885	1,165,723	1,273,295	1,439,290	1,707,234	1,643,647	1,899,513	2,181,769	2,247,004	2,464,313
TOTAL EQUITY	5,211,554	5,445,117	6,106,202	11,523,942	12,289,846	13,498,330	14,448,215	15,613,939	16,887,234	18,326,524	19,564,452	20,784,067	22,072,266	23,296,365	24,281,235	25,046,975



Blairlogie Pine Investment Prospective Statement of Statement of Financial Position (continued)

	As at 31 December 2040	As at 31 December 2041	As at 31 December 2042	As at 31 December 2043	As at 31 December 2044	As at 31 December 2045	As at 31 December 2046	As at 31 December 2047	As at 31 December 2048	As at 31 December 2049	As at 31 December 2050	As at 31 December 2051	As at 31 December 2052	As at 31 December 2053	As at 31 December 2054
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
CURRENT ASSETS															
Cash and cash equivalents	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL CURRENT ASSETS	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
NON-CURRENT ASSETS															
Property, Plant and Equipment															
Land at Cost	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	4,715,000	0
Land Preparation	220,216	220,216	220,216	220,216	220,216	220,216	220,216	220,216	220,216	220,216	220,216	220,216	220,216	220,216	0
Less Accumulated Depreciation	(115,025)	(120,284)	(125,281)	(130,028)	(134,537)	(138,821)	(142,891)	(146,757)	(150,430)	(153,919)	(157,234)	(160,383)	(163,375)	(166,217)	0
Total Property, Plant and Equipment	4,820,191	4,814,932	4,809,935	4,805,188	4,800,679	4,796,395	4,792,325	4,788,459	4,784,786	4,781,297	4,777,982	4,774,833	4,771,841	4,768,999	0
Forest Crop Value	20,565,293	20,674,136	20,529,820	20,152,997	19,571,897	18,799,393	17,844,568	16,713,786	15,400,406	13,912,872	12,230,591	10,321,212	8,171,078	5,739,680	0
TOTAL NON-CURRENT ASSETS	25,385,484	25,489,068	25,339,755	24,958,185	24,372,576	23,595,788	22,636,893	21,502,245	20,185,192	18,694,169	17,008,573	15,096,045	12,942,919	10,508,679	0
TOTAL ASSETS	25,385,484	25,489,068	25,339,755	24,958,185	24,372,576	23,595,788	22,636,893	21,502,245	20,185,192	18,694,169	17,008,573	15,096,045	12,942,919	10,508,679	0
LESS CURRENT LIABILITIES															
Bank Account (Overdraft)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL CURRENT LIABILITIES	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL ASSETS	25,385,484	25,489,068	25,339,755	24,958,185	24,372,576	23,595,788	22,636,893	21,502,245	20,185,192	18,694,169	17,008,573	15,096,045	12,942,919	10,508,679	0
EQUITY	25,385,484	25,489,068	25,339,755	24,958,185	24,372,576	23,595,788	22,636,893	21,502,245	20,185,192	18,694,169	17,008,573	15,096,045	12,942,919	10,508,679	0
TOTAL EQUITY	25,385,484	25,489,068	25,339,755	24,958,185	24,372,576	23,595,788	22,636,893	21,502,245	20,185,192	18,694,169	17,008,573	15,096,045	12,942,919	10,508,679	0

Blairlogie Pine Investment Prospective Statement of Changes in Equity (continued)

	For the Year to 31 December 2040	For the Year to 31 December 2041	For the Year to 31 December 2042	For the Year to 31 December 2043	For the Year to 31 December 2044	For the Year to 31 December 2045	For the Year to 31 December 2046	For the Year to 31 December 2047	For the Year to 31 December 2048	For the Year to 31 December 2049	For the Year to 31 December 2050	For the Year to 31 December 2051	For the Year to 31 December 2052	For the Year to 31 December 2053	For the Year to 31 December 2054
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
EQUITY															
Opening Equity	25,005,264	25,385,484	25,489,068	25,339,755	24,958,185	24,372,576	23,595,788	22,636,893	21,502,245	20,185,192	18,694,169	17,008,573	15,096,045	12,942,919	10,508,679
Contributions from owners															
Issued Shares	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Applications / Calls	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Scheme Establishment Costs	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Distributions to owners															
Distributions during the period	(1,999,349)	(2,251,225)	(2,459,406)	(2,618,723)	(2,746,372)	(2,847,161)	(2,924,528)	(2,991,354)	(3,032,770)	(3,076,982)	(3,133,108)	(3,180,414)	(3,242,923)	(3,283,375)	(12,065,470)
Closing Investment by Limited Partners	23,005,915	23,134,259	23,029,662	22,721,032	22,211,813	21,525,415	20,671,260	19,645,539	18,469,475	17,108,210	15,561,061	13,828,159	11,853,122	9,659,544	(1,556,791)
Total Comprehensive Income	2,379,569	2,354,808	2,310,093	2,237,153	2,160,764	2,070,372	1,965,633	1,856,706	1,715,716	1,585,959	1,447,512	1,267,886	1,089,797	849,135	1,556,791
TOTAL EQUITY	25,385,484	25,489,068	25,339,755	24,958,185	24,372,576	23,595,788	22,636,893	21,502,245	20,185,192	18,694,169	17,008,573	15,096,045	12,942,919	10,508,679	0



Blairlogie Pine Investment Prospective Statement of Cash Flows

	For the period 1 October 2024 to 31 December 2024	For the Year to 31 December 2025	For the Year to 31 December 2026	For the Year to 31 December 2027	For the Year to 31 December 2028	For the Year to 31 December 2029	For the Year to 31 December 2030	For the Year to 31 December 2031	For the Year to 31 December 2032	For the Year to 31 December 2033	For the Year to 31 December 2034	For the Year to 31 December 2035	For the Year to 31 December 2036	For the Year to 31 December 2037	For the Year to 31 December 2038	For the Year to 31 December 2039
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Operating Activities																
Receipts from Customers and Others	16,017	50,580	33,415	16,193	0	69,785	114,831	133,120	164,335	400,866	692,682	750,242	935,258	1,128,577	1,438,098	1,879,728
Replant Receipts	0	278,444	379,970	390,849	387,786	0	0	0	0	0	0	0	0	0	0	0
Payments to Suppliers and Others	(40,901)	(318,634)	(425,755)	(447,989)	(464,653)	(199,742)	(260,435)	(191,685)	(148,606)	(275,268)	(323,001)	(324,992)	(322,700)	(169,639)	(174,670)	(179,835)
Interest Paid	(1,000)	(8,050)	(5,885)	(1,040)	(4,064)	(5,553)	(1,104)	(3,964)	(6,846)	(4,042)	(1,195)	(1,219)	(1,243)	(1,268)	(1,294)	(1,319)
Net Cash from Operating Activities	(25,884)	2,340	(18,256)	(41,988)	(80,932)	(135,510)	(146,709)	(62,530)	8,883	121,556	368,486	424,031	611,315	957,669	1,262,134	1,698,573
Investment Activities																
Sale/ (Purchase) of Fixed Assets	0	(44,972)	(60,580)	(59,619)	(55,045)	0	0	0	0	0	0	0	0	0	0	0
Scheme Issue Costs	(234,935)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Net Cash from Investing Activities	(234,935)	(44,972)	(60,580)	(59,619)	(55,045)	0	0	0	0	0	0	0	0	0	0	0
Financing Activities																
Mortgage Borrowings/ (Repayments)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Partners' Investments/ (Distributions)	235,000	0	350,000	0	0	350,000	0	0	0	0	(469,306)	(424,031)	(611,315)	(957,669)	(1,262,134)	(1,698,573)
Net Cash from Financing Activities	235,000	0	350,000	0	0	350,000	0	0	0	0	(469,306)	(424,031)	(611,315)	(957,669)	(1,262,134)	(1,698,573)
Change in Funds Held	(25,819)	(42,632)	271,164	(101,607)	(135,977)	214,490	(146,709)	(62,530)	8,883	121,556	(100,820)	0	0	0	0	0
Add Opening Funds Balance	0	(25,819)	(68,451)	202,713	101,106	(34,871)	179,620	32,911	(29,619)	(20,736)	100,820	0	0	0	0	0
CLOSING CASH AND CASH EQUIVALENT	(25,819)	(68,451)	202,713	101,106	(34,871)	179,620	32,911	(29,619)	(20,736)	100,820	0	0	0	0	0	0

Blairlogie Pine Investment Prospective Reconciliation of Net Profit/(Loss)

Reconciliation to Profit/ (Loss)	For the period 1 October 2024 to	For the Year to 31 December 2025	For the Year to 31 December 2026	For the Year to 31 December 2027	For the Year to 31 December 2028	For the Year to 31 December 2029	For the Year to 31 December 2030	For the Year to 31 December 2031	For the Year to 31 December 2032	For the Year to 31 December 2033	For the Year to 31 December 2034	For the Year to 31 December 2035	For the Year to 31 December 2036	For the Year to 31 December 2037	For the Year to 31 December 2038	For the Year to 31 December 2039
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Net Profit / (Loss)	(25,884)	233,564	311,086	5,417,740	765,904	858,484	949,885	1,165,723	1,273,295	1,439,290	1,707,234	1,643,647	1,899,513	2,181,769	2,247,004	2,464,313
(Increase) / Decrease in Fair Value of Treecrop	0	(233,472)	(334,507)	(5,467,616)	(857,082)	(1,003,727)	(1,105,841)	(1,237,038)	(1,272,758)	(1,325,662)	(1,346,279)	(1,226,770)	(1,294,995)	(1,230,556)	(991,004)	(771,568)
Add: Depreciation	0	2,249	5,165	7,888	10,246	9,733	9,247	8,784	8,345	7,928	7,532	7,155	6,797	6,457	6,134	5,828
NET CASH FROM/(USED IN) OPERATING ACTIVITIES	(25,884)	2,340	(18,256)	(41,988)	(80,932)	(135,510)	(146,709)	(62,530)	8,883	121,556	368,486	424,031	611,315	957,669	1,262,134	1,698,573



Blairlogie Pine Investment Prospective Statement of Cash Flows (continued)

	For the Year to 31 December 2040	For the Year to 31 December 2041	For the Year to 31 December 2042	For the Year to 31 December 2043	For the Year to 31 December 2044	For the Year to 31 December 2045	For the Year to 31 December 2046	For the Year to 31 December 2047	For the Year to 31 December 2048	For the Year to 31 December 2049	For the Year to 31 December 2050	For the Year to 31 December 2051	For the Year to 31 December 2052	For the Year to 31 December 2053	For the Year to 31 December 2054
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
EQUITY															
Opening Equity	25,005,264	25,385,484	25,489,068	25,339,755	24,958,185	24,372,576	23,595,788	22,636,893	21,502,245	20,185,192	18,694,169	17,008,573	15,096,045	12,942,919	10,508,679
Contributions from owners															
Issued Shares	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Applications / Calls	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Scheme Establishment Costs	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Distributions to owners															
Distributions during the period	(1,999,349)	(2,251,225)	(2,459,406)	(2,618,723)	(2,746,372)	(2,847,161)	(2,924,528)	(2,991,354)	(3,032,770)	(3,076,982)	(3,133,108)	(3,180,414)	(3,242,923)	(3,283,375)	(12,065,470)
Closing Investment by Limited Partners	23,005,915	23,134,259	23,029,662	22,721,032	22,211,813	21,525,415	20,671,260	19,645,539	18,469,475	17,108,210	15,561,061	13,828,159	11,853,122	9,659,544	(1,556,791)
Total Comprehensive Income	2,379,569	2,354,808	2,310,093	2,237,153	2,160,764	2,070,372	1,965,633	1,856,706	1,715,716	1,585,959	1,447,512	1,267,886	1,089,797	849,135	1,556,791
TOTAL EQUITY	25,385,484	25,489,068	25,339,755	24,958,185	24,372,576	23,595,788	22,636,893	21,502,245	20,185,192	18,694,169	17,008,573	15,096,045	12,942,919	10,508,679	0

Blairlogie Pine Investment Prospective Reconciliation of Net Profit/(Loss) (continued)

Reconciliation to Profit/ (Loss)	For the Year to 31 December 2040	For the Year to 31 December 2041	For the Year to 31 December 2042	For the Year to 31 December 2043	For the Year to 31 December 2044	For the Year to 31 December 2045	For the Year to 31 December 2046	For the Year to 31 December 2047	For the Year to 31 December 2048	For the Year to 31 December 2049	For the Year to 31 December 2050	For the Year to 31 December 2051	For the Year to 31 December 2052	For the Year to 31 December 2053	For the Year to 31 December 2054
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Net Profit / (Loss)	2,379,569	2,354,808	2,310,093	2,237,153	2,160,764	2,070,372	1,965,633	1,856,706	1,715,716	1,585,959	1,447,512	1,267,886	1,089,797	849,135	1,556,791
(Increase) / Decrease in Fair Value of Treecrop	(385,756)	(108,843)	144,316	376,823	581,099	772,505	954,825	1,130,782	1,313,380	1,487,533	1,682,281	1,909,379	2,150,134	2,431,398	1,922,578
Add: Depreciation	5,536	5,260	4,997	4,747	4,509	4,284	4,070	3,866	3,673	3,489	3,315	3,149	2,992	2,842	(166,217)
NET CASH FROM/(USED IN) OPERATING ACTIVITIES	1,999,349	2,251,225	2,459,406	2,618,723	2,746,372	2,847,161	2,924,528	2,991,354	3,032,770	3,076,982	3,133,108	3,180,414	3,242,923	3,283,375	3,313,153



Notes and Assumptions Used Through to the Year Ending 31 December 2054

The purpose of the Prospective Financial Statements is to assist investors in assessing the viability of and return on funds invested. The PDS and the prospective financial information contained in it may not be appropriate for any other purpose. It should be noted that carbon income will not be possible before 2029, so the amount of Calls is the most relevant financial measure in the early years of this long-term investment.

1. The Reporting Entity and Statement of Compliance with NZ IFRS

Blairlogie Pine Forest Investment (“the Investment”) is the generic name for the forest investment comprising both Blairlogie Pine Forest LP and Blairlogie Pine Forest GP Ltd. Under the Financial Markets Conduct Act 2013 (FMCA) it is a registered managed investment scheme. It is scheme number SCH13821 on the Disclose Register maintained by the Companies Office and was formed with registration of the Deed of Scheme Management on 20 September 2024.

Blairlogie Pine Forest LP is the operational entity and is registered and domiciled in New Zealand under the Limited Partnerships Act 2008 for the purpose of establishing, maintaining, and managing trees on land owned by the Limited Partners.

The Manager is responsible for the Prospective Financial Statements presented, including the appropriateness of the assumptions underlying the Prospective Financial Statements and all other required disclosures. It is not intended to update the prospective financial information subsequent to issue.

The Investment will be an FMC Reporting Entity under the FMCA and will report as a Tier 1 For Profit entity. The Prospective Financial Statements have been prepared in accordance with Generally Accepted Accounting Practices in New Zealand (NZGAAP) as it relates to the Prospective Financial Statements and comply with FRS-42 Prospective Financial Statements. The accounting policies and disclosures adopted in these Prospective Financial Statements reflect those required by the New Zealand equivalents to International Financial Reporting Standards (NZ IFRS) and other applicable financial reporting standards as appropriate for-profit oriented entities.

The actual annual financial statements for the Investment will be prepared in accordance and comply with NZ IFRS. The accounting policies adopted in the Prospective Financial Statements reflect the policies expected to be adopted in the actual annual financial statements. Actual financial results achieved for particular periods are likely to vary from information presented and the variations may be material.

2. Basis of Preparation and Going Concern

The Prospective Financial Statements are presented in New Zealand Dollars and are rounded to the nearest dollar. The Prospective Financial Statements have been prepared on a historical cost basis using accrual accounting, except the forest treecrop which has been valued at fair value. The statements are GST exclusive. They have been prepared under the assumption the investment operates as a going concern.

3. Accounting Policies Adopted

Revenue Recognition

Revenue from contracts with customers is recognised as performance obligations are met. Revenue is measured based on consideration specified in the contract. The Investment recognises revenue following the NZ IFRS 15 5-step process.

Revenue contracts are assessed to determine whether they contain a single combined performance obligation or multiple performance obligations. If applicable the total transaction price is allocated amongst the various performance obligations based on their relative stand-alone selling prices. The transaction price for a contract excludes any amounts collected on behalf of third parties. Revenue is recognised either at a point in time or over time, when (or as) the Investment satisfies performance obligations by transferring the promised goods to its customers.



Biological Assets

The treecrop is initially recorded at cost in the Prospective Financial Statements and subsequently measured as fair value with increases/(decreases) in fair value reported in the Prospective Statement of Profit or Loss and Other Comprehensive Income as a gain or loss each year.

Cash and Cash Equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short term highly liquid investments with original maturities of three months or less. These are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value. Bank overdrafts are shown within Current Liabilities on the Prospective Statement of Financial Position.

Property, Plant & Equipment and Depreciation

Property, Plant & Equipment (including land) are recorded at cost. Land acquired as part of the land purchases is not depreciated. Details of depreciation rates use are summarised below:

Depreciable Asset	Depreciation Basis and Rate
Land Preparation	Diminishing value 5%

Taxation

The Investment is not separately assessable for tax purposes. Tax consequences pass through to the Limited Partners in proportion to their shareholding.

4. Significant Judgments, Estimates and Uncertainties

In preparing these Prospective Financial Statements, several judgements and estimates have been made in regard to the treecrop valuation, financial and other risks.

Treecrop Valuation

The Investment carries the treecrop at fair value, with changes in fair value being recognised in the Prospective Statement of Profit or Loss and Other Comprehensive Income.

For treecrop 5 years and younger, the value is based on costs incurred in establishing the treecrop. For treecrop older than 5 years, the valuation methodology is based on a discounted cash flow model as this is appropriate as the forest is to be held to maturity. The valuation is most significantly impacted by certain estimates/inputs in the calculation, i.e., the discount rate and sale price of carbon units.

Forest and Carbon Management Plan

The forestry assumptions have been based on those set out in the Forest and Carbon Management Plan and PDS. Briefly these assumptions assume establishment will be carried out until 2029 and thinning will be carried in accordance with industry standards for a Framing Regime.

5. Financial & Other Risks

Credit Risk	Financial instruments that potentially subject the Investment to credit risk principally consist of the bank balances and accounts receivable. The maximum exposure to credit risk at reporting date are disclosed in the Statement of Financial Position.
Capital Management	<p>The Investment manages its capital to ensure that it will be able to continue as a going concern while maximising the return to investors through the optimisation of equity balances.</p> <p>The capital structure of the Investment consists of equity. The Investment is not subject to any externally imposed capital requirements. The Investment aims to deliver its objective by investing available cash whilst maintaining sufficient liquidity to meet ongoing expenses.</p>
Liquidity Risk	The major asset of land and trees has no active market for sale. The treecrop is managed to generate carbon units, where these will be sold at prevailing prices. The Investment manages liquidity risk by maintaining adequate banking facilities and by continuously monitoring forecast and actual cash flows.



Market Risk	The Investment is exposed to market risk. The risk associated with changes in supply and demand for carbon units over time resulting in changes in prices.
Fair Values	There are no derivative or other contracts in place to manage the risk of a decline in carbon unit prices. The carrying amount of financial instruments is estimated to be fair value of those instruments.

6. Sensitivity Analysis of Carbon Price Changes

Projected returns for sale of NZUs have been based on the 36-month average spot price to 30 June 2024 of \$67 per NZU. Carbon prices will change in value during the term of the investment resulting in variations to the projected returns. The following shows the impact of carbon price changes from the 36-month average to 30 June 2024 prices:

Carbon Price Change Over Term	Projected pre-tax return based on 2024 dollars for a 200-share parcel
Carbon price of \$100 per unit	An increase in carbon price to \$100 per NZU will increase pre-tax return by \$35,336 and the Investor's IRR by 2.45%
Carbon price of \$80 per unit	An increase in carbon price to \$80 per NZU will increase pre-tax return by \$13,920 and the Investor's IRR by 1.06%
Carbon price of \$50 per unit	An decrease in carbon price to \$50 per NZU will decrease pre-tax return by \$18,256 and the Investor's IRR by 1.66%
Carbon price of \$40 per unit	An decrease in carbon price to \$40 per NZU will decrease pre-tax return by \$28,995 and the Investor's IRR by 2.85%

7. Related Parties

Forest Enterprises ("the Manager") is the business name of Forest Enterprises Growth Limited and its subsidiary Forest Enterprises Limited. Forest Enterprises, a related party by virtue of their shareholding in the Investment, is the manager of the Investment providing administrative and forest related services in their role.

The ongoing fees and expenses anticipated to be charged to the Scheme are:

Ongoing Scheme Fees	
Manager and Associated Persons	
Base management Fee	\$30 per Potentially Plantable Area (hectares) per annum
Forest Activity Supervision Fee	20% of the actual cost of work actively supervised
Non harvest Income Fee	Up to 10% of income actively coordinated and supervised
Fee on sale of NZUS	A coordination and supervision fee of 5% of sale proceeds net of brokerage (subject to a minimum fee of \$2.00 per NZU) received by the Investment from the sale of carbon credits managed by the Manager
Investment Update and indicative valuation fee	A fee of 5.5 cents per share (\$4,400 per annum for Scheme)
Harvest Management Fee	Commercial fee to be agreed with the Supervisor prior to any commencement of harvest, if applicable
Annual Investor Administration Fee	Maximum Fee - \$60 charged once per Investor per year regardless of the size of their shareholding

The fees and expenses charged to the Investment on its set up by the Manager are:

Manager and Associated Persons	Nature of Fee	For the Period 1 October 2024 to 31 December 2024
Offeror's Fee	Payable to FEG who will pay Issuer fees and costs including brokerage	\$120,000
Legal Fees	FEL internal Legal Fees for documentation	\$47,800



Other Party Fees		
Legal Fees	Supervisor Review of Scheme Documentation and external legal fees for transferring properties to the Investment	\$46,000
Supervisor	Set-up Fee	\$5,000
PDS, Scheme Registration & FMA Levy		\$7,200
Assurance Fees	Fees paid to Forme for their review of the Forest Plan and to Grant Thornton for their review of the Prospective Financial Information contained on the offer register	\$9,000
Total Fees		\$235,000

The above fees are payable by the Investment. In respect to the legal fees and other expenses, the Manager may have already met these costs on behalf of the Investment and, accordingly, is entitled to reimbursement.

Other fees may be paid by the Manager between the dates of settlement and this PDS. Those fees will be reimbursed to the Manager. These fees will not change as they are incurred upfront and the Manager is responsible for any 'unders' or 'overs'.

Return Parameters

It is anticipated that carbon will be available to sell from 2029 and returns will be made to investors from 2034. All trees will likely be sold as standing timber in the year ending 31 December 2054, the final year of the Investment term.

Under the current taxation regime, carbon proceeds will be distributed before tax. Details of the management of carbon sales are set out in the Forest and Carbon Management Plan.

The return is dependent upon movements in NZU prices and land prices. The returns can only be projected at this time and are therefore not fixed or assured and variations from these projections will occur and may be material.

