

Shareholder FAQs

Forestlands

Due to the large amount of questions we have received in regard to the Shareholder Confirmation process there will be a delay in our response. We would ask for your patience as we work through the correspondence.

Please ensure that you read the Shareholder Confirmation form carefully and return all the required supporting documentation with your form. This includes bank-generated account verification with the name of the account holder and copies of your Share Certificates. If there are multiple Shareholders, all Shareholders must sign the form and provide their IRD numbers.

Q1: I do not know my Share Certificate numbers, and/or I have lost or never received my Forestlands Share Certificates.

A1: We will require you to fill in a Declaration of Loss form for those shares where you cannot find a certificate. It is a legal acknowledgement that you have either lost the certificate or never received a certificate. Please download the Declaration of Loss Form from the KordaMentha website (<https://www.kordamentha.com/getmedia/cbb508d5-712c-4960-b1cc-8c0ffebda169/Declaration-of-Loss>), complete and email to forestlands@kordamentha.co.nz accompanied by photo ID. Please provide your full name and Shareholder reference number in the email.

Q2: I have still not received my Shareholder Confirmation letter.

A2: Please email forestlands@kordamentha.co.nz with the subject line "Shareholder Confirmation form request". Please provide your full name, address and copies of your Share Certificates (or the number of shares held in each Forestlands company if you do not have your Share Certificates).

Q3: I would like the distribution paid into a different bank account than that of the named Shareholders.

A3: We will require you to fill out a Nomination of Bank Account form and return it with the required supporting documentation". Please download the Bank Nomination Form from the KordaMentha website (<https://www.kordamentha.com/getmedia/85c2b841-5116-4462-810c-e5b9af5150bd/Bank-Nomination-Form>), complete and email to forestlands@kordamentha.co.nz accompanied by photo ID and bank-generated account verification. Please provide your full name and Shareholder reference number in the email.

Q4: Can I please fill out the form for my family member.

A4: The named Shareholder must be the person who fills out the form, unless a Power of Attorney arrangement is in place. We are required to exhaust all methods of communication before we seek any alternative arrangements. We understand that this is difficult in some instances, hence if you need further assistance, please contact us.

Exceptions to this rule are:

- a. A named shareholder is under the age of 18. In this case a caregiver can fill out the form. Please return the form along with a copy of the named shareholder's birth certificate and a copy of the signatory's Driver's License or Passport.
- b. Death of a named shareholder. We require a copy of the death certificate, Will and Probate. All of the Executors and Trustees of the Estate must sign the documentation on behalf of the deceased shareholder.



- c. Divorce or separation of named shareholder(s). We still require both shareholders to sign the documentation. We can split the distribution 50/50 between two bank accounts if necessary but both bank accounts need to be entered on the same page of the shareholder confirmation form and this should be initialled by both shareholders.
- d. Shares owned by Trusts. The Trustees of the Trust must sign the documentation in accordance with the Trust Deed. A copy of the Trust Deed will be required to be provided. If there have been changes to the trustees since the Trust Deed was executed, evidence of the changes, such as a deed of retirement and appointment of new trustees will need to be provided.

Q5: Do we need to include multiple IRD numbers for a joint shareholding.

A5: We will require all Shareholders named on the Share Certificate/s to include their IRD number on the Shareholder Confirmation form. An exception to this rule is when a Shareholder is a minor and does not have an IRD number, in which case we will not require an IRD number.

Q6: Why is the interim distribution per share less than the amount advised in the Liquidators' first report.

A6: Firstly, we expect this will be a first interim distribution. We do not expect this will be a final distribution.

Secondly, the amount advised in each of the first reports is the net asset position based on the draft balance sheet of each relevant Forestlands Company as at 31 March 2018. As advised in each report, the balance sheet is a draft. It is not a final position for the Company's assets and liabilities. As noted in our first report, shareholders should not assume the balance sheet position will be the amount available for distribution to them. In particular, the balance sheet shows the position if all of a company's assets are recovered in full. This includes funds that we are seeking to recover from the director of the Forestlands companies and parties related to him. Recovery action will take time and will incur cost.

This first interim distribution is being paid from the available assets already on hand, which is the residual cash remaining available from the sale of the forests. In calculating the interim distribution, we have allowed for several factors, including costs incurred to date, estimated future costs and the fact that 40% of shareholders are yet to complete the confirmation process.

Q7: How have the "Prepaid Fees Refunded" in the estimated payment calculation of your letter of 28 February 2019 been calculated.

A7: Forestlands' records show that some shareholders paid administration fees in advance. The Prepaid Fees represent the portion of those administration fees paid in advance that relate to the period after the year in which the forests were sold. That is, the calculation is a refund of fees that were paid for periods after 1 April 2017.

Q8: I believe I have now provided all the information you have requested to complete the shareholder confirmation process. Am I being paid my interim distribution to in the first catch-up payment batch on 30 April?

A8: If we have not already told you that you will be paid on 30 April, then you will not be paid on this date and will be paid at a later date. This is because we have not been able process your confirmation in time for you to be included in this payment batch. Once we have processed your confirmation we will advise you of the date you will be paid.

