

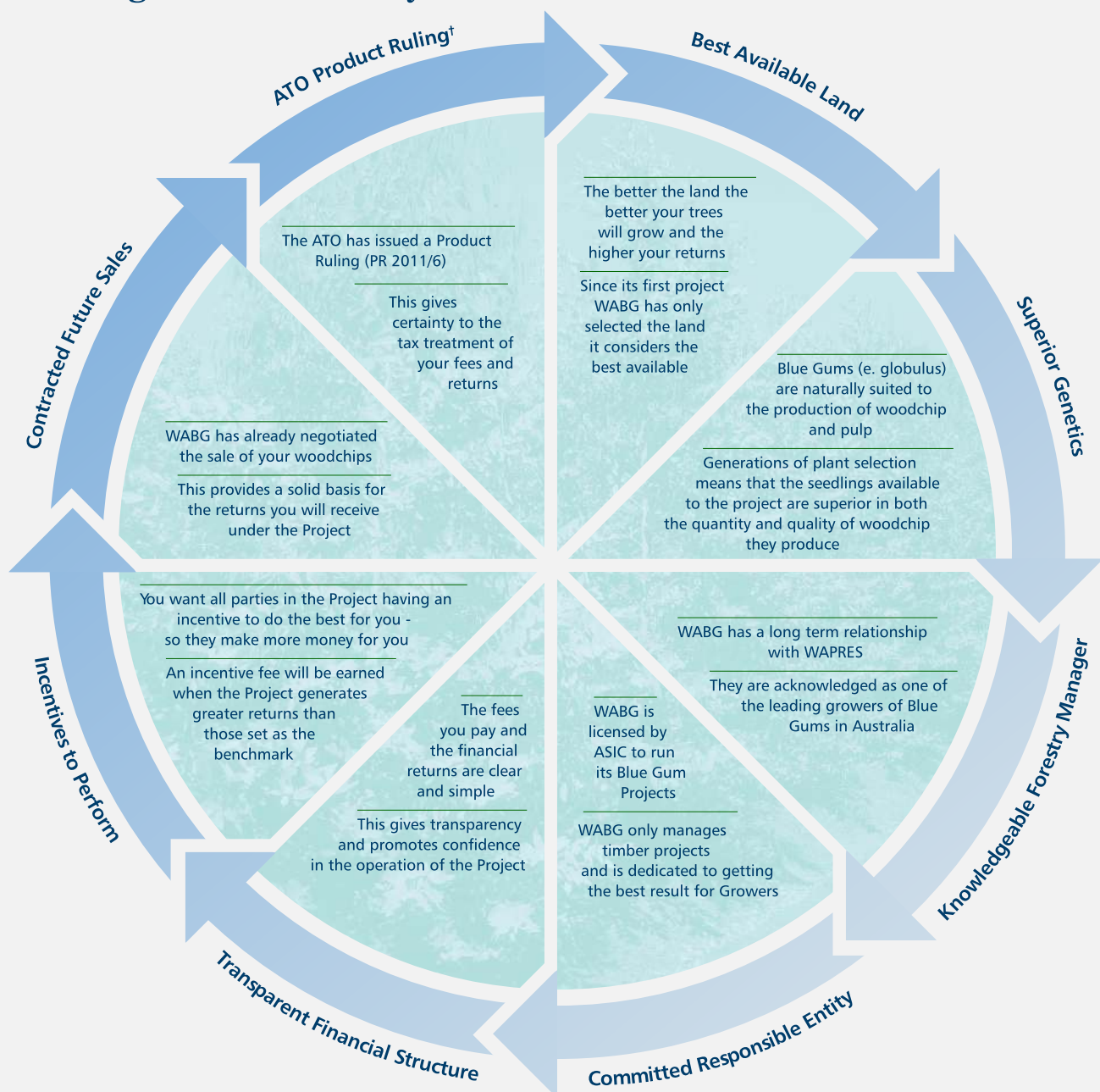


# W. A. Blue Gum Project 2011 - the perfect circle

## ARSN 150 828 283

Offered by WA Blue Gum Limited ACN 060 179 982 (WABG)

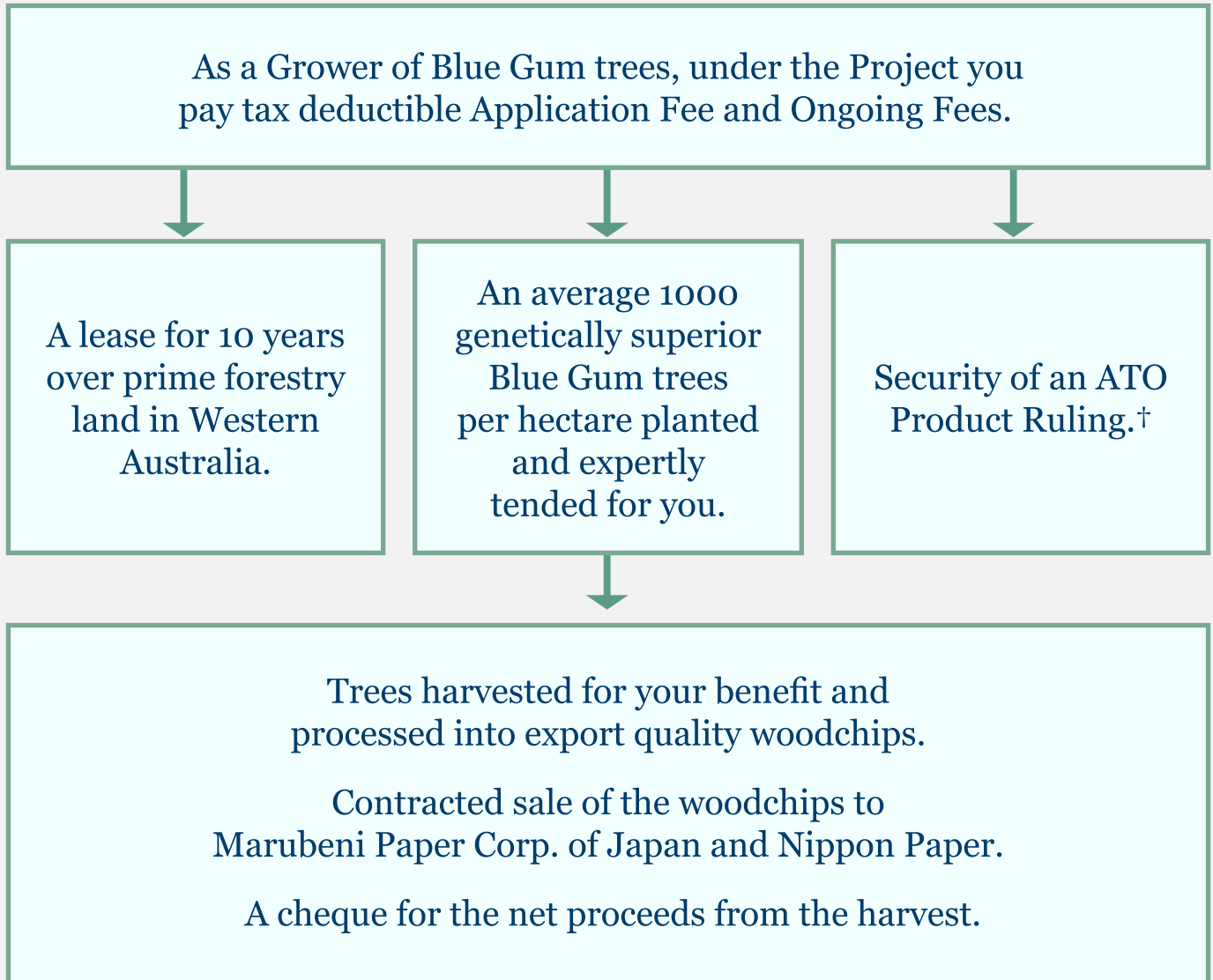
Good investment in the forestry industry is like a perfect circle. All the essential components need to be of the highest quality and linked together seamlessly.



The W. A. Blue Gum Project 2011 offers you the perfect circle.



## What you get



† The Tax Office does not sanction or guarantee this product. Further, the Tax Office gives no assurance that the product is commercially viable, that charges are reasonable, appropriate or represent industry norms, or that projected returns will be achieved or are reasonably based.

Potential participants must form their own view about the commercial and financial viability of the product. This will involve a consideration of important issues such as whether projected returns are realistic, the 'track record' of the management, the level of fees in comparison to similar products and how the product fits an existing portfolio. We recommend a financial (or other) adviser be consulted for such information.

This Product Ruling provides certainty for potential participants by confirming that the tax benefits set out in the Ruling part of this document are available, provided that the scheme is carried out in accordance with the information we have been given, and have described below in the Scheme part of this document.

If the scheme is not carried out as described, participants lose the protection of this Product Ruling. Potential participants may wish to seek assurances from the promoter that the scheme will be carried out as described in this Product Ruling.

Potential participants should be aware that the Tax Office will be undertaking review activities to confirm the scheme has been implemented as described below and to ensure that the participants in the scheme include in their income tax returns income derived in those future years.



## Fees and finance options

<b>Application Fee</b>	<b>\$5,500 per hectare (including GST) Minimum application 3 hectares</b>
<b>Ongoing Fees</b>	<b>Tending Fee \$121 per hectare pa (including GST) increased by CPI Rental Fee \$539 per hectare pa (including GST) increased by CPI</b>
<b>Insurance Fee</b>	<b>Approximately 0.7% pa of the insured value of the plantation</b>
<b>Harvesting, Transport and Supervision Fees</b>	<b>The actual costs for harvest and transport and a 3% supervision fee based on the net returns from the harvest</b>
<b>Incentive Fee</b>	<b>Where the returns exceed the stated benchmark a fee of 15% of the excess</b>

### Finance Options

WABG has organised a simple finance option for the Project with Albany Finance Pty. Ltd.

Upon application the financier may grant a loan of up to 80% of the full application price repayable on a principal and interest basis over a 5 year period.

### GST returns

As you are engaging in the business of growing trees for commercial gain you are entitled to register and claim a return of the GST you pay as part of the Application Fee and the Ongoing Fees.

The GST on the Application Fee (10%) will be immediately refundable upon production of your Business Activity Statement and submission to the ATO.

### Tax deductibility

The Australian Government is keen to promote the planting of forestry trees to support this very important Australian industry. To encourage investment into this sector tax deductions are made available to Growers in projects that have been reviewed by the ATO and granted a Product Ruling.

This Product Ruling allows that the full Application Fee and the Ongoing Fees payable will be tax deductible to Growers<sup>†</sup>.





## Who are we?

The WA Blue Gum Project 2011 is offered by WA Blue Gum Limited. WA Blue Gum Limited was established in the 1990s by senior partners of a leading Australian law firm. Tom May, Leon Gorr and Stephen Smith are the Directors and oversee the operations of WABG.



## From the outset the sole purpose was to establish tree plantations in Australia for investor Growers.

WABG has had years of successful projects all based in the prime forestry areas of Western Australia. It has had multiple harvests of quality woodchip and consistently outperformed similar projects in terms of yields and financial returns

## Who is growing your forest?

WAPRES is the exclusive forestry manager for the WABG projects. They have over 50,000 hectares of trees under management in Australia and are recognised as one of our leading forestry companies.

## As a company owned by Marubeni Paper Corp. of Japan and Nippon Paper Corporation they are in a unique position to benefit from the huge infrastructure and experience offered by a global forestry enterprise.

For further information please contact Tom May

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WA Blue Gum Limited

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AFS Licence Number: 246 264

**Disclaimer:** This document is a summary only. WA Blue Gum Limited is the issuer of interests in the W.A. Blue Gum Project 2011. A PDS and a Financial Services Guide is available at [www.wabluegum.com.au](http://www.wabluegum.com.au). Please ensure that you consider the PDS and Financial Services Guide in full before deciding to acquire, or continue to hold, interests in the WA Blue Gum Project 2011. This document contains general financial product advice only which does not take into account any person's investment objectives, financial situation or particular needs. Before participating you should assess the suitability of the project to your needs and consult a professional if necessary.