

ANALYSIS OF FINANCIAL RETURNS
FROM REPLANTING OF BLOW FLY
BLOCK 65.3 HA

Year	Cash Flows - Base case	Cash Flows - 10% Revenue Growth	Cash Flows - 10% Revenue Reduction	Debt Level (8.5% interest)	Desc.
0	0	0	0	0	Land Preparation
1	-36,486	-36,486	-36,486	-36,486	Planting
2	-24,488	-24,488	-24,488	-60,974	Fertilizing
3	0	0	0	-60,974	
4	0	0	0	-60,974	
5	0	0	0	-60,974	
6	0	0	0	-60,974	
7	0	0	0	-60,974	
8	-43,751	-43,751	-43,751	-104,725	Low Prune/thin to 500spha
9	0	0	0	-104,725	
10	-43,751	-43,751	-43,751	-148,476	Thin to 350spha/med prune
11	0	0	0	-148,476	
12	-31,997	-31,997	-31,997	-180,473	High Prune
13	0	0	0	-180,473	Fertilizer
14	0	0	0	-180,473	
15	0	0	0	-180,473	
16	0	0	0	-180,473	
17	0	0	0	-180,473	
18	0	0	0	-180,473	
19	0	0	0	-180,473	
20	0	0	0	-180,473	
21	0	0	0	-180,473	
22	0	0	0	-180,473	
23	0	0	0	-180,473	
24	0	0	0	-180,473	
25	0	0	0	-180,473	
26	0	0	0	-180,473	
27	0	0	0	-180,473	
28	0	0	0	-180,473	
29	0	0	0	-180,473	
30	2,207,312	2,954,867	1,833,535		Harvest
NPV	8.00%	99,972	168,759	65,579	
NPV	9.00%	55,476	107,168	29,630	
NPV	10.00%	23,289	62,235	3,815	
IRR	11.01%	12.31%	10.18%		

<u>Assumptions</u>	Harvesting	65.3
Discount rates (8%, 9% and 10%)		
Includes full silviculture	Gross Return	3,737,772
No dividend paid	Log & Load	904,405
Marginal costs only	Cartage	361,762
No pest control included	Comms.	191,940
No cost of land rental	Roads/tracks (Internal)	72,352
	Net Return	2,207,312
	Tonnes	36,176