



PRIMARY SECURITIES LTD

13th April 2010

«Address_1_»
«Address_2_»
«Address_3_»
«Address_4_»
«Address_5_»

Dear Investor

Templegate Forestry Trust Hamilton (ARSN 093 014 325) (“Hamilton”)
Templegate Forestry Trust Mossgrove (ARSN 093 014 272) (Mossgrove”)
Templegate Forestry Trust Jeremy 1 (ARSN 093 014 012) (“Jeremy 1”)

Outcome of meetings

At concurrent meetings held on 1 April 2010, Primary Securities Ltd (PSL) was appointed responsible entity of the above three managed investment schemes and Great Southern Managers Australia Limited (in Liquidation)(Receivers and Managers Appointed) was removed as responsible entity. Investors also resolved to amend the Constitutions and Lease and Management Agreements.

Details of the resolutions passed at the meeting are contained in the notice of meeting and explanatory memorandum which were sent to you in March. These are also on our website, www.primarysecurities.com.au.

The resolutions to remove the former responsible entity and to appoint Primary Securities Ltd were supported by:

- 70.8% of all Leased Areas for Hamilton,
- 64% for Mossgrove, and
- 61.3% for Jeremy 1.

We thank all Investors who took the trouble to complete proxies.

The actual date of change of responsible entity was 7 April 2010. This is when ASIC altered its records to show that Primary Securities Ltd was responsible entity of the three schemes.

The meeting for Templegate Forestry Trust Jeremy 2 was adjourned to 22 April 2010 and we are expecting to achieve the support of more than 50% of all Investors in that scheme before that date.

Our Mission

Our mission is to rescue the schemes. We have no interest in these schemes except to represent Investors and act solely in the Investors' best interests.

ABN 96 089 812 635

AFSL No. 224107

PO Box 732 FREMANTLE WA 6959

Tel: 08 9430 5262 Fax: 08 9430 5552 Email: admin@primarysecurities.com.au

Website: www.primarysecurities.com.au



PRIMARY SECURITIES LTD

2

Who is Primary Securities Ltd

Primary Securities Ltd is a professional responsible entity, originally formed for a number of diverse agricultural schemes including a viticulture scheme at Margaret River. The Primary Group now has four responsible entities and oversees more than a dozen retail and wholesale schemes of various kinds, most of which are agricultural schemes. These schemes include three of the former Great Southern Viticulture schemes where we were asked to intervene to rescue the Growers.

More details of the Primary Group are available on our website (see the front page).

Inspection of Plantations

On 20 April, Tony Treadgold, our director for agricultural schemes will inspect the Plantations with our consulting forester Braden Jenkin.

Future of Projects

As advised in the Explanatory Memorandum for the meetings, the purpose of our taking over as responsible entity is to see what can be rescued for Investors. We said:

"The purpose of the meetings is to rescue the Schemes from being wound up, to enable Primary Securities to become RE, to examine the position as to whether or not the Plantations can be harvested or sold immediately or whether it is in the interest of the Lessees that they continue to maintain the Schemes to harvest or until some other appropriate solution is found for the benefit of Lessees."

Purchase of the Land

If there is interest on the part of any investor in purchasing the land or in being part of a syndicate to purchase the land, could they please email barbara@primarysecurities.com.au or phone Tony Treadgold on 0419 918 841. If there are third parties interested in buying the land, they might also email or phone us to discuss an involvement or participation.

Investors' Committee

We propose establishing a Investors' Committee for each Scheme. Investors are invited to nominate suitable persons to represent them on this committee, including themselves if they wish. The Investors' Committee is not a decision making body but rather will act as an interface between Primary Securities Ltd and the Investors and is designed to assist in communications and management of the Scheme(s).

Please contact Barbara Boyd, the company secretary of Primary Securities Ltd by emailing barbara@primarysecurities.com.au and giving your name, scheme and phone number if you wish to put forward a nomination for the Investors' Committee. The Investors' Committee may meet by telephone conference. Depending on the level of interest we may need to limit numbers to be effective but in doing so we would aim to have a fair cross section of investors. We will confirm by email the investors who are to comprise the Investors' Committee.

Status of Trust (Maintenance) Funds

The former responsible entity, Great Southern Managers Australia Limited holds money in trust accounts for the schemes. Under the old Constitutions for the schemes, we are required to let the former responsible entity take that money. We are amending the Constitutions to remove this



PRIMARY SECURITIES LTD

3

obligation and the liquidators of GSMAL have indicated that they are considering handing over the trust money to us. We are in discussions with them.

Invoices for Responsible Entity services

As detailed in the explanatory memorandum (and approved at the meetings) in order to pay for administration and management costs each Investor will be being charged fees in order to enable us to carry out our work until 30 June 2010. The total amount to be invoiced to each scheme is \$75,000 and this will be apportioned according to the number of Leased Areas.

This will fund:

- A forestry report
- Formulation of a plan for action for each scheme
- Completion of Financial Statements for 2009 and where appropriate, the half year to December 2009 (including audit)

We need to amend the Constitutions before the invoice can be rendered and that work is still under way. For the time being, Hamilton investors will not be being invoiced given that on the face of it, the Hamilton scheme may not be viable. We reserve the right to invoice Hamilton Investors in due course for some or all of the resolved amount.

Updates

Updates in relation to what we are doing and your scheme will be posted on our website www.primarysecurities.com.au under the heading TEMPLEGATE.

As we wish to minimize costs, we will be unable to always communicate with Investors through the post however we would encourage all Investors to ensure they have provided an email address to which any notifications or updates could be provided. Email addresses can be notified using the contact details update form on our website or by emailing natasha@primarysecurities.com.au.

Yours faithfully

PRIMARY SECURITIES LTD

Robert Garton Smith
Managing Director