



7 March 2014

## Forestry Exit Update

- **Agricultural Land Trust Transaction Complete**
- **Some leases remain**

Elders (ASX:ELD) notes that Agricultural Land Trust (ASX:AGJ) (**ALT**) has today announced completion of a restructure approved by its unit holders on 7 February 2014.

Completion of ALT's restructure results in the following outcomes for Elders:

- (a) Elders has surrendered its lease over ALT's property known as Linkletters;
- (b) Elders has forgiven subordinated debt owed by ALT to Elders;
- (c) ALT has cancelled 60,536,628 units in ALT held by Elders, resulting in Elders holding a remaining 5,700,000 units in ALT. Elders has agreed to cancel this residual unit holding subject to the terms set out in ALT's ASX announcement dated 7 February 2014.

In a separate transaction which has also completed today, Elders has surrendered a further two leases in consideration for the transfer of the economic interest in five former forestry properties located in Esperance to the landlord.

The completion of these transactions results in a saving to Elders of approximately \$6 million in annual rent and outgoings.

Elders' exit from forestry is now largely complete other than the continuation of a small number of rural property leases, with varying maturities, having annualised aggregate rent in 2014 of approximately \$2 million. Negotiations in connection with those remaining leases continue.