



HILLCREST LITIGATION SERVICES LIMITED

ASX ANNOUNCEMENT**NEW LITIGATION FUNDING AGREEMENT****AUSTRALIAN PLANTATION TIMBER LIMITED**

26 April 2007

Hillcrest Litigation Services Limited ("HLS") is pleased to announce that it has entered into a new litigation funding agreement.

HLS has agreed to fund the trustee of the Proposal A Creditors Trust in claims against the former directors of Australian Plantation Timber Limited ("the Company") in relation to alleged breaches of their statutory and common law duties in circumstances concerning the payment by the Company of a dividend in mid-2001.

The amount paid out by way of the dividend was approximately \$5.1 million. The quantum of the claim against the former directors will be in that magnitude.

Any queries in relation to the above can be made to the Company Secretary on (08) 9324 3266 or via email to admin@hillcrestlitigation.com.au.

Yours faithfully

Ian Allen
Company Secretary