



ASX RELEASE

13 September 2023

## **Foresta to terminate Term Sheet and commence binding Feedstock supply agreement negotiations**

Following the signing of a Term Sheet with a major forestry company in relation to the supply pool of approximately 7,325,000 tonnes of wood feedstock to meet the requirements of a proposed manufacturing plant in Rotorua, New Zealand, Foresta Group Holdings Limited (ASX: FGH, '**Foresta**' or the '**Company**') is commencing negotiations for a final binding supply agreement.

As part of this process, the signed Term Sheet, which was announced to Foresta shareholders on 11 September 2023, has been mutually terminated by the parties with immediate effect and the parties are now proceeding to move towards negotiating a final agreement. The termination of the Term Sheet allows the parties to now focus solely on the negotiation and execution of the necessary binding agreement. The Company notes that there is no guarantee that the binding supply agreement will be agreed and executed.

The Company looks forward to providing an update upon execution of the final binding supply agreement.

Foresta is a leading natural and renewable pine chemical and biomass pellet manufacturing company.

For more information please contact:

**Foresta Group Holdings Limited**

**Ray Mountfort**

*Managing Director*

info@forestagroup.com.au

info@foresta.nz

### **AUTHORISATION STATEMENT**

This release has been authorised to be given to the ASX by the Board of Foresta Group Holdings Limited.

### **ABOUT FORESTA GROUP HOLDINGS**

Foresta is positioning itself to become a leading global supplier of natural and renewable pine chemicals and biomass pellets. It has developed a proprietary process to naturally extract pine chemicals by employing the tree's own solvent chemicals to extract rosin and terpenes. These products are commonly used in industrial manufacturing and are a key input to everyday end products. These products include adhesives, gum, inks, paint, car tyres and perfume.