

Introduction to Forestry Investment and Financial Compliance

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Working with Governments and other Agencies our Plantation Partners are developing new plantations in Sri Lanka and other parts of the world. Private buyers invest in plots of forest, which are leased to them for the time it takes the trees to mature. When the trees are harvested they are sold and the clients who own the trees take a profit. But - most importantly - the trees will then be replaced by new ones on the same land, so creating sustainable forests for generations to come. **Please note that the tree owners have complete control over their forestry and can choose when their trees are to be harvested.**

Proven forestry methods are enhanced by cutting-edge "tissue culture" technology which will produce healthy valuable trees and outstanding financial gains for clients in harmony with nature. Thus you can quite literally watch your money grow.

In today's changing world many people feel it is important to continually look at other "fresh" types of investment opportunities, as part of a balanced portfolio. Forestry is one of the highest performing asset classes (5 times higher than Equities & Bonds in 2007 according to FT.Com).

Financial compliance

1. Clients do not have to appoint Oxigen Plantations to manage their trees once they are planted. They are free to appoint alternative management companies at any time (subject to reasonable approval). If clients want to explore this possibility the in-house compliance department go through the options.
2. Clients are in control at all times over what happens to their forestry once planted. Assuming Oxigen is managing forestry on behalf of client, prior to any major activities taking place i.e. thinning, harvesting etc clients will receive a report from us with recommendations upon which clients have the right to authorise any works, or choose their own alternative.
3. If Oxigen is managing the Forestry on the client's behalf, every six months they will receive a forester's report prepared in consultation with the Forestry Department in Sri Lanka, and annually they will receive a full audit on their timber stocks overseen by BDO Stoy Hayward, Colombo. The above reports will be in addition to reports in clause 2 above.
4. All clients' trees will be individually uniquely numbered and included in their Timber Deed as batch numbers exclusive to them.
5. All clients' blocks of forestry will be individually accessible and manageable without any impact on neighbouring plots.