

28/02/2022

Long Ridge Forest Partnership
C/- Roger Dickie (N.Z.) Ltd
P O Box 43
Waverley 4544

Long Ridge Harvest Activities, February 2022:

- Total gross revenue for February is **\$506,660.70**
- Total costs for February are **\$589,319.09**
- Net income for February is **-\$82,658.39**
- Tonnes harvested for February is **3,773.95**
- Total area cleared for February is **7.20** hectares
- Recovered volume per hectare for February is **524.2** tonnes

- Total gross revenue to date is **\$4,269,281.74**
- Total costs to date are **\$4,541,547.46**
- Net income to date is **-\$272,265.72**
- Tonnes harvested to date is **31,738.99**
- Total area cleared to date is **52.30** hectares
- Recovered volume per hectare to date is **606.9** tonnes

(NB: Measured harvest areas are estimated monthly and reconciled with satellite imagery prior to valuations, they are subject to change and should be used as a guide only.)

February has been an unexpected very wet month with the weather causing operational problems.

Expenditure for the month relates to cartage and harvesting of volume from roadline Setting 545 on Gleeson Road from Landing 122 to T3 and a small ground-based section of Setting 102.

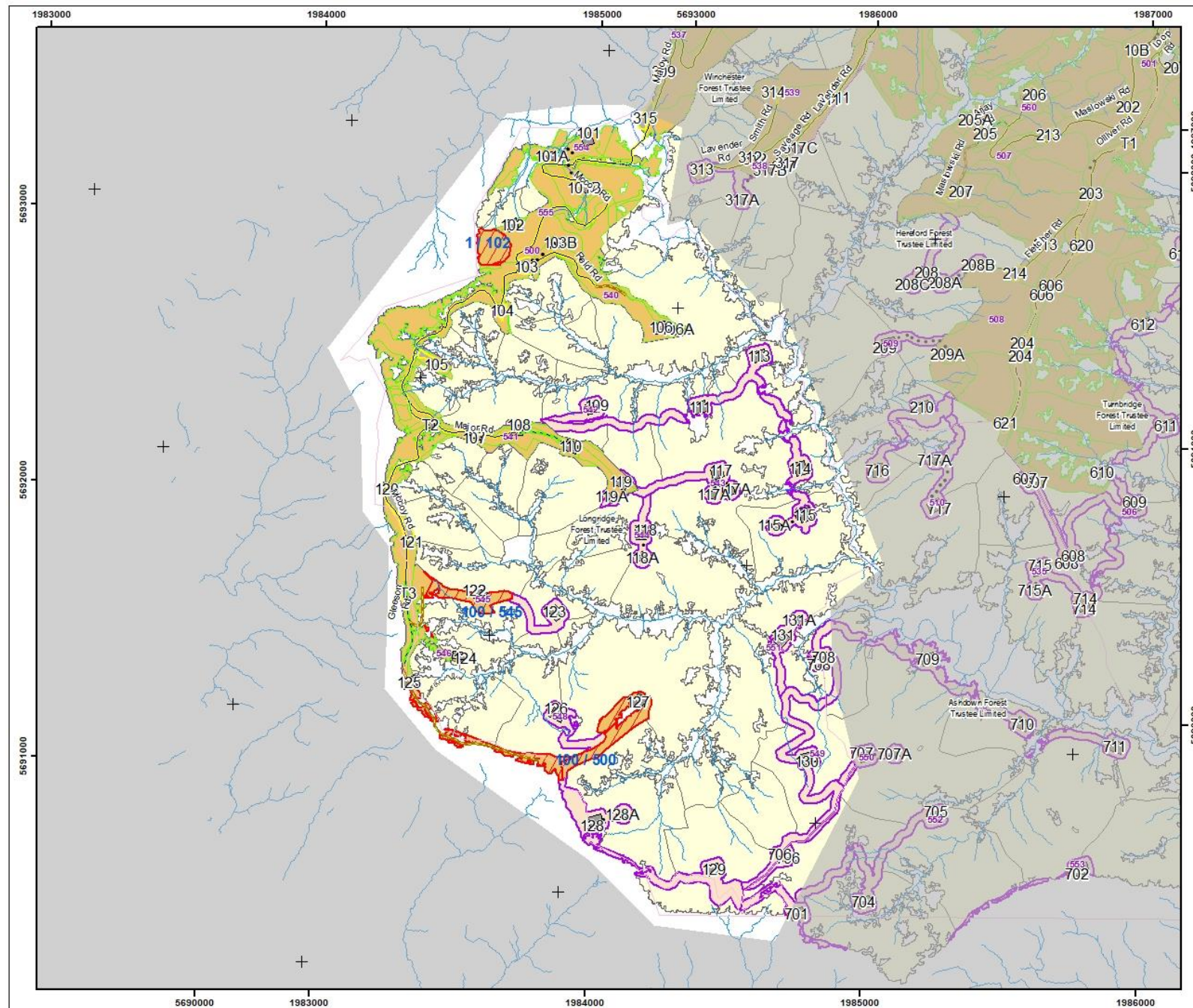
Cartage costs have increased in February due to increased diesel costs.

Other costs include grass seeding, transportation of engineering and harvesting machinery within the forest, tracking, landing and loadout bay construction, metal supply, cart and spread, road formation, repairs and maintenance to road pavement and road drains, crossroad culverts and fluming.

Also included are costs for environmental compliance monitoring and auditing by FMNZ staff and a pre-start site visit to the low level crossing with construction contractors.

Kind Regards

FMNZ Harvest Team



Long Ridge Forest Harvest Measure Up Map

Forest	Total Ha
Long Ridge Forest	7.2
1	
102	1.4
100	
500	4.3
545	1.6
Grand Total	7.2

Forest	Total Ha Harvested
Long Ridge Forest	52.3
Grand Total	52.3

Legend

- Buffer
- River or Stream
- Forest Roads
 - Formation
 - Formed and Metalled
 - Harvest Ready
- Measured Cutover Area
- Completed Skid
- Planned Skid
- Property Title
- Roadline
- Cutover
- Settings



North Arrow in terms of NZTM

0 165 330 660 m

1:13,186

Map Printed: 7/03/2022





Photo 1: Roadline Setting 500, Log 16 on McCoy Road.



Photo 2: McCoy Road.



Photo 3: Log 16 opening up Setting 102.



Photo 4: Setting 102.



Photo 5: Log 16 in Setting 102.



Photo 6: Log 16 working on the McCoy Road / Gray Road junction.



Photo 7: Log 16 working on the McCoy Road / Gray Road junction.



Photo 8: Loading logs onto logging truck.



Photo 9: Tahurua Earthmovers building Juriss Road.

LONGRIDGE

	Descriptions	Mar 20 - Feb 21	Mar 21	Apr 21	May 21	June 21	July 21	Aug 21	Sep 21	Oct 21	Nov 21	Dec 2021	Jan 2022	Feb 2022	Net Income
Income	Log Sales						\$630,144.94	\$322,939.62	\$743,906.55	\$752,472.32	\$503,510.12	\$553,345.80	\$256,301.67	\$506,660.70	\$4,269,281.74
Income Total							\$630,144.94	\$322,939.62	\$743,906.55	\$752,472.32	\$503,510.12	\$553,345.80	\$256,301.67	\$506,660.70	\$4,269,281.74
Engineering	Other						-\$316.25	-\$75.56				-\$50.00	-\$300.00		-\$741.81
	Culverts				-\$8,539.02	-\$5,148.95	-\$1,071.92	-\$8,568.00	-\$17,650.00	-\$2,771.89	-\$4,920.00	-\$9,450.00	-\$10,755.86	-\$1,444.50	-\$70,320.13
	Culverts - Freight				-\$1,590.00	-\$605.00		-\$455.00	-\$1,671.00	-\$143.00	-\$403.00			-\$922.27	-\$5,789.27
	Fluming				-\$4,758.00		-\$78.82								-\$4,836.82
	Geotextiles				-\$3,780.45										-\$3,780.45
	Crossings					-\$7,635.90	-\$9,536.00						-\$195.00		-\$17,366.90
	Establishment - Engineering					-\$231.50	-\$2,875.00	-\$495.00	-\$380.00	-\$77.50			-\$232.50	-\$2,276.80	-\$6,568.30
	Landings					-\$5,220.00	-\$1,116.00		-\$19,550.00	-\$15,014.00	-\$6,197.00	-\$23,310.00	-\$30,362.00	-\$9,682.00	-\$110,451.00
	Metal Rock					-\$3,067.25									-\$3,067.25
	Pavement					-\$272.00	-\$22,817.63	-\$3,628.00	-\$4,713.00	-\$5,048.00	-\$2,461.00	-\$3,712.00	-\$1,789.00	-\$3,315.00	-\$47,755.63
	R&M - Event Cleanup					-\$6,922.12	-\$48,746.94				-\$29,174.00				-\$84,843.05
	R&M - Metal					-\$3,283.28		-\$1,479.97	-\$6,291.59		-\$724.97	-\$7,238.37		-\$10,619.83	-\$29,638.01
	Road Formation					-\$6,733.00	-\$29,162.93	-\$32,736.33	-\$54,900.00	-\$88,339.00	-\$80,288.50	-\$9,060.00	-\$30,674.50	-\$87,489.50	-\$419,383.76
	Stockpile Works					-\$279.66	-\$5,201.95	-\$5,047.81	-\$4,728.25	-\$5,776.41	-\$3,848.74	-\$911.03	-\$7,066.22	-\$10,306.46	-\$43,166.53
	Trucks - Cart & Dump					-\$3,112.93	-\$84,423.83	-\$54,723.20	-\$57,920.61	-\$38,107.54	-\$37,726.61	-\$7,946.63	-\$40,512.44	-\$88,084.66	-\$412,558.46
	Borrow Pit						-\$15,856.50	-\$15,624.50	-\$8,293.00	-\$960.00					-\$40,734.00
	Loadout Bay Construction						-\$130.00		-\$1,495.00	-\$585.00		-\$429.00		-\$2,061.29	-\$4,700.29
	Metal Lime						-\$96,502.08	-\$56,266.81	-\$17,924.37	-\$61,514.37	-\$22,945.34	-\$13,148.64	-\$35,134.21	-\$48,609.59	-\$352,045.41
	R&M						-\$6,388.42		-\$646.70		-\$200.00	-\$1,646.00	-\$8,751.92	-\$2,145.00	-\$19,778.04
	R&M - Road Maintenance						-\$8,035.50	-\$9,518.50	-\$26,926.79	-\$19,434.57	-\$5,169.98	-\$6,658.85	-\$11,131.40	-\$15,805.96	-\$102,681.54
	Spread from stockpile						-\$30,310.49	-\$6,673.88	-\$14,198.44	-\$6,607.34	-\$4,422.98	-\$995.25	-\$5,725.72	-\$3,534.24	-\$72,468.32
	Culvert Installation							-\$1,054.00	-\$5,036.00	-\$625.00	-\$3,875.00	-\$2,776.00	-\$713.00	-\$825.00	-\$14,904.00
	Rehab							-\$728.50	-\$852.50			-\$2,790.00			-\$4,371.00
	Trucks - Cart & Spread							-\$11,598.17	-\$14,794.74	-\$542.61			-\$6,235.00	-\$527.80	-\$33,698.31
	Entranceway - Seal								-\$9,197.67						-\$9,197.67
	R&M - Culverts Maintenance								-\$100.00	-\$567.30		-\$232.50			-\$899.80
	Temp Landings								-\$1,500.00		-\$4,920.00			-\$4,440.00	-\$18,180.00
	Grass Seeding									-\$484.75				-\$1,087.50	-\$1,572.25
	Pads									-\$160.00					-\$160.00
Engineering Total					-\$18,667.47	-\$42,511.57	-\$362,570.25	-\$208,673.22	-\$268,769.66	-\$254,078.28	-\$207,277.12	-\$90,304.27	-\$189,328.76	-\$293,477.39	-\$1,935,658.01
Harvesting	Cartage - Rail						-\$11,905.71	-\$15,845.69	-\$21,958.58	-\$40,430.20	-\$23,577.91				-\$113,718.09
	Cartage - Truck						-\$116,468.44	-\$64,687.14	-\$155,805.01	-\$137,824.95	-\$144,398.81	-\$169,825.12	-\$58,862.93	-\$104,234.84	-\$952,107.23
	Logging						-\$151,401.59	-\$100,360.03	-\$223,320.02	-\$235,189.94	-\$172,383.00	-\$187,171.45	-\$90,163.83	-\$156,543.45	-\$1,316,533.31
	Trailer Lifting						-\$24.00					-\$24.00		-\$127.36	-\$175.36
	Weighbridge						-\$1,201.60	-\$865.88	-\$1,894.22	-\$1,960.96	-\$1,465.86	-\$1,876.35	-\$806.26	-\$1,404.52	-\$11,475.66
	Tracking									-\$6,120.00			-\$3,624.00	-\$11,760.00	-\$21,504.00
	Cartage - Trans Shipping												-\$31.84		-\$31.84
	Establishment - harvesting													-\$180.00	-\$180.00
Harvesting Total							-\$281,001.34	-\$181,758.75	-\$402,977.84	-\$421,526.04	-\$341,825.57	-\$358,896.92	-\$153,488.86	-\$274,250.16	-\$2,415,725.49
Fees	FGC levy						-\$1,204.14	-\$807.05	-\$1,778.54	-\$1,863.41	-\$1,338.79	-\$1,431.22	-\$696.79	-\$1,209.75	-\$10,329.69
	Management						-\$25,205.80	-\$12,917.58	-\$29,756.26	-\$30,098.89	-\$20,140.40	-\$22,133.83	-\$10,252.07	-\$20,266.43	-\$170,771.27
Fees Total							-\$26,409.94	-\$13,724.63	-\$31,534.80	-\$31,962.30	-\$21,479.19	-\$23,565.05	-\$10,948.85	-\$21,476.18	-\$181,100.96
Miscellaneous	Consultancy Fees	-\$3,232.31	-\$811.13	-\$25.31	-\$943.75										-\$5,012.50
	Consumables			-\$0.40	-\$15.79		-\$59.56	-\$27.28	-\$85.80	-\$306.55	-\$53.20	-\$71.62	-\$80.78	-\$45.36	-\$746.34
	Environmental Monitoring		-\$476.01	-\$444.83	\$137.25	-\$70.00	-\$14.25					-\$260.00		-\$70.00	-\$1,197.84
	Other		-\$1,000.00									-\$86.85	-\$277.00		-\$1,363.85
	Security		-\$0.94	-\$16.24				-\$579.40							-\$596.58
	Traffic Management				-\$106.67								-\$39.23		-\$145.90
Miscellaneous Total		-\$3,232.31	-\$2,288.08	-\$486.78	-\$928.96	-\$70.00	-\$73.81	-\$606.68	-\$85.80	-\$306.55	-\$53.20	-\$418.47	-\$397.01	-\$115.36	-\$9,063.01
Net Income		-\$3,232.31	-\$2,288.08	-\$486.78	-\$19,596.43	-\$42,581.57	-\$39,910.39	-\$81,823.67	\$40,538.46	\$44,599.15	-\$67,124.97	\$80,161.09	-\$97,861.82	-\$82,658.39	-\$272,265.72

April 2022 Update

LOG MARKET UPDATE

Global markets during March have been driven by the war in Ukraine with all major commodities trading higher. Demand in China has been strong, however the recent lockdowns in Shenzhen and Shanghai have seen daily Chinese port offtakes drop down to around 43,000 tonnes per day – around half the normal amount.

China is still pursuing a zero-Covid strategy, and these lockdowns mean most factories, business activities and cargo movements have been affected. Log inventories on the Chinese ports are currently at normal levels, and any reduction in processing capacity is thought to be offset by reduced supply on the back of the Ukraine conflict.

Shipping has been affected by the increase in crude oil, which has undone all recent shipping rate decreases. As European countries ban exports of commodities, we are hearing that more of the bulk shipping fleet is moving into the Pacific, this could flow through to freight rate reductions in the medium term. In New Zealand, Covid has affected port loading capacity as most major ports struggle to keep a complete labour force. Log supply on the East Coast has been hampered by the recent weather events, this has helped to stop port inventories building with the other processing constraints.

Domestically, demand remains strong. The housing market has reached a turning point, however there is a huge backlog for timber to complete the existing consented builds. Consents were the highest on record for the first part of this year.

Log prices are expected to lift slightly in April/May, however external pressures around freight, the Ukraine crisis and covid shutdowns may affect this.

FOREST ACTIVITY UPDATE

Once the crews have completed clean-up of the storm damage in the Ruakituri forests in order to protect the roading infrastructure and to ensure the water can flow freely from the site, all crews in the forests will be leaving. Once the Te Reinga bridge has been repaired the forest managers will bring crews back into the forests. As per the council update, the bridge repair could take up to six months.

DAMAGE UPDATE FROM MARCH 2022 RAIN EVENT

The forest managers have requested that we hold harvest disbursements from the forests that were harvesting, until they can quantify forest costs moving forward. They have commented, that apart from slope failures on the Richmond hill, the Ruakituri forests escaped relatively unscathed from the rain event.