



TFS Corporation Ltd

February 2008

Investor Presentation

Frank Wilson - Executive Chairman

Quentin Megson - Chief Financial Officer





Interim Results

- Revenue from new sales \$8.28M (vs. \$2.08M)
- Net profit after tax \$3.11M (vs. \$0.75M)
- Seasonally weaker first half, although improved by early sale of 120 hectares of TFS 2008
- Increased fully franked interim dividend of 1.0 cents (vs. 0.9 cents) – reflects positive earnings outlook and strength of future cashflows



Full Year Outlook

- Net profit after tax at least 15% higher than the \$14.5M reported in FY07
- EPS growth of at least 13%, reflecting impact of capital raising
- 2008 PDS - Now Available
- Forecast new product sales of at least 650 hectares
- Improved cashflow as a result of CBA preferred financier agreement
- No Net Debt



Partial Sale of Loan Book

- Sale of part of loan book to CBA for \$23.1M settled in February 2008
- Proceeds represent 99.6 cents in the dollar for face value of the loans sold
- Signed a preferred financier agreement for \$50M of future finance





Supply Agreement with Lush Cosmetics

- Five-year term, commencing with the first date of supply
- Supply to commence upon the availability of first commercial quantities of oil from TFS's plantations - by FY11
- Lush to purchase minimum of 1 tonne of oil and up to maximum of 15% of TFS's oil production, in each 12-month period
- Sales price reflecting prevailing world market conditions
- Lush to create new sandalwood-based product range using TFS's oil - marketed through 500+ worldwide retail network
- Issue of one million options to Lush, exercisable at \$1.80 per share at any time within three years of first oil delivery



Land Bank

Approximate land bank after allowing for plantings scheduled in 2008

750 ha	-	ORIA
2,350 ha	-	Kingston Rest
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3,100 ha	-	Total





Future for TFS

- Specialist Indian Sandalwood company
- Short / medium term:
 - Continued growth in earnings from MIS
- Long term:
 - Processing, manufacture and distribution of sandalwood products to global market
 - Seek vertical integration opportunities





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