

25 June 2009

COMPANY ANNOUNCEMENT**Momentum continues for 2009 Woodlot Sales**

Willmott Forests Limited (ASX: WFL) advises that woodlot sales for the financial year ending 30 June 2009 have so far surpassed those reached in FY2007 (\$45 million).

The market for plantation investment appears to have significantly retracted this year due to forces beyond Willmott Forests' control. It is therefore, unlikely that Willmott Forests will surpass the \$97m in woodlot sales achieved in FY2008 (previous guidance in WFL Company Announcement 28 April 2009) however, we expect to deliver a strong result relative to market conditions.

Further woodlot sales are anticipated between now and 30 June 2009 providing a sound base for Willmott Forests' operations and continuing the company's market leadership in long-rotation plantation forestry.

Marcus Derham, Willmott Forests CEO, said...*"It is pleasing that the market continues to support our 'forestry-only' business model based on predominantly pine plantations. With a number of important days ahead, Willmott Forests has the opportunity to make additional woodlot sales and we continue to anticipate another solid result for 2009."*

Willmott Forests has already secured land to establish plantations for anticipated woodlot sales in 2009 through our pre-paid leasing arrangements and land acquisition program.

About Willmott Forests

Willmott Forests is an integrated forestry company established in 1979 that plants, manages, harvests, processes and supplies plantation timber products for domestic and export markets. Willmott Forests manages 47,000 hectares of commercial plantations throughout New South Wales and Victoria on behalf of more than 4,500 growers with forestry funds under management exceeding \$350m.

Willmott Forests' timber processing facility in Bombala NSW is operated under a 50:50 Joint Venture with Dongwha, a global manufacturer of wood materials. A wide range of softwood timber products are produced from the Sandy Lane site which - underpinned by a 20 year wood supply agreement with the NSW Government - is being redeveloped. Full production from the new complex is expected to be reached in 2011.

Willmott Forests is entering the bio-fuel market with the construction of a second generation 'cellulosic' ethanol pilot plant on the North Coast of NSW. The company plans to be producing bio-fuel on a commercial scale within 3 years.

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