As Responsible Entity of the Macquarie Eucalypt Project 2011, Macquarie Alternative Assets Management Limited (MAAML) have appointed specialist insurance broker, Aon Risk Solutions to facilitate the provision of Plantation Insurance for all investors in the project. Purchasing the cover as a project under a Master Policy, rather than individually, provides significant benefits to investors in terms of both the available coverage and pricing.

PERIOD OF INSURANCE: From 01 May 2016 to 01 May 2017

SUM INSURED PER HECTARE: $9,400

WHAT PERILS ARE INSURED?

- **Fire (including lightning) and Back burning**  
  Fire is a natural, and sometimes man made phenomenon. Whilst Midway Pty Limited, and McEwens Contracting Pty Limited, the Forestry Manager will implement strategies to reduce fire risk there remains the risk that your plantation lot/s will be destroyed by fires that are difficult or impossible to suppress.

- **Hail**  
  Hail is a peril that is impossible to control in a plantation environment and intense hail strikes can lead to the death or loss of commercial viability of young trees.

- **Windstorm (Limitations do apply)**  
  All plantations are at risk of windstorm especially young plantings. The policy covers all types of wind damage where the trees are rendered no longer suitable for their intended purpose.

- **Malicious Acts, Impact, Earthquake, Volcanic Eruption and landslip**  
  The Master Policy provides limited coverage for these perils. Fires that originate from these perils are covered under the fire section of the cover.

WHAT ADDITIONAL BENEFITS ARE PROVIDED?

The Master Policy includes limited cover for the following Additional Benefits;

- **Fire Fighting Costs**  
  Costs associated with fire fighting or protecting the plantation from the threat of fire.

- **Removal of Debris**  
  Costs of removing and disposing of destroyed trees in preparation for replanting.

- **Claims Preparation Costs**  
  Professional Fees and expenses for the preparation of any claim under this policy.

WHAT DOES SUM INSURED PER HECTARE MEAN?

The sum insured per hectare is designed to reflect the net present value of your trees should they be destroyed by an insured peril. Trees are deemed to be destroyed when they are no longer suitable for the intended purpose for which they are being grown.

WHAT IS THE EXCESS?

The excess is the first amount you must bear in the event of a loss. The excess under this policy is 2.5% of the Sum Insured of each of your damaged lots subject to a minimum $5,000 per loss event. Where more than one investor’s lots are affected by a single loss event, this minimum excess will be shared. The Excess for Fire Fighting Expenses is $10,000

WHAT IS THE PREMIUM PER HECTARE?

The premium rate is based on the plantation’s risk profile. This risk profile evaluates; the location, topography aspect and layout of the plantation, the surrounding land use, the age and tree species within the plantation, overall plantation management and fire risk management in terms of preparedness and suppression capability. The premium is $53.08 per hectare which includes State Government Stamp Duty and GST.

HOW WILL A CLAIM BE MANAGED?

In the event of a plantation being damaged or destroyed, MAAML will manage the claim process on behalf of investors. When a loss occurs MAAML will advise the Insurers immediately.

Claims are payable on the basis of the agreed value per hectare of the area damaged or destroyed, less any salvage, plus any Additional Benefits, less the excess. Aon will liaise with the loss adjuster to ensure all claims are settled efficiently and fairly. The insurance claim will be paid to MAAML who will arrange for the proceeds of any plantation lot losses to be paid to the insured investors.

WHO IS THE INSURER?

The insurance is managed by a specialist crop insurance agency, Primacy Underwriting Agency Pty Ltd  
ABN 42 092 738 997 (AFS Licence Number 244 235). Primacy Underwriting Agency Pty Ltd act as agent for the Insurer who issues the policy. This insurance is underwritten by Allianz Australia Insurance Limited  
ABN 15 000 122 850 (AFS Licence Number 234 708).

CAN I OBTAIN FURTHER INFORMATION?

Yes simply contact Aon for a copy of the Master Policy or additional information on the cover provided. Aon’s contact details are as follow:

- Telephone (02) 9253 7584
- Fax (02) 9253 7201
- Email clodagh.quest@aon.com