

College Forests Budget Projections
Calendar Years 2007 – 2010
September 6, 2006

Revised Assumptions

- Inventory volumes are accurate
- Log values decrease no more than 5% in CY '07 from last bids received and recover 2% by CY '09 and 2% again in CY '10
- Diesel prices increase only slightly
- College Forests operating expenses remain constant due to increased efficiencies
- Spot markets for hardwoods and C & S not included
- Salvage volume **is** included (250M/year)
- Existing non-exporting markets remain
- PCT and TSI reduce net revenues
- We will earn approximately \$375K in interest from reserves this year. Interest fluctuates with reserves so it is not included in revenue projections.