



News Release

TO: THE BUSINESS EDITOR

From: Paul Gillard , Director, Corporate & Legal Services, **Tenon Limited**

Telephone: 64-9-571 9846

Fax: 64-9-571 9872

Please note: If you do not receive 1 page(s) including this page, or if any page is not readable, please call the Information Officer immediately on telephone 64-9-571 9814.

Information on Tenon Limited can be found at <http://www.tenon.co.nz>.

STOCK EXCHANGE LISTINGS: NEW ZEALAND, AUSTRALIA, NEW YORK (FFS).

TENON SETTLES FOREST SALE

Auckland, 27 February, 2004 – Tenon announced today that it had settled on Friday 27 February 2004 the transfer of all its freehold land and certain non-freehold forests to the Kiwi Consortium.

As previously advised to the market, third party consents are required for non-freehold forests to be transferred to the Kiwi Consortium. There will be further transfers over the next seven months as these consents are obtained.

The initial capital return of NZ62.5 cents per share, which is scheduled for late March 2004, is not subject to receipt of any of the proceeds of the transfer of the non-freehold estates.

Ends