

C A M B I U M

CAMBIUM GLOBAL TIMBERLAND LIMITED (in liquidation)

(a closed-ended investment company incorporated in Jersey, Channel Islands, with registration number 95719)

Directors:

Antony R Gardner-Hillman (Non-Executive Chairman)
Mark Rawlins (Non-Executive Director)

Registered Office:

IFCS
St Helier
Jersey
JE1 1ST

20 March 2024

Dear Shareholder,

UPDATE ON REMAINING RECEIVABLE FROM BRAZIL

The Chairman's letter to Shareholders dated 07 March 2024, accompanying the Notice of the AGM convened to be held on 04 April 2024 (the "Notice"), included (on page 5 of the document) a section headed "Winding up report" (the "Report").

The Report referred to cash balances held at bank by the Company and its subsidiaries.

In addition to those balances, the Board also wishes to make clear that the Company's Brazilian subsidiary, Cambium Brazil MG Investimentos Florestais Ltda (**CBMG**), is still due R\$ 543,339 (being £84,764 at an exchange rate of 6.41 BRL/GBP) in respect of the sale of wood from the Forquilha property (the "Receivable"). The Receivable was originally due for payment following the projected end of the wood harvest in January 2023 (on final calculation of the volume of wood harvested and removed, and the average price of charcoal sold in the month).

The contractual payments schedule has not, however, been met by the wood buyer, due (they state) to their own cashflow issues arising from a delayed harvest due to weather conditions, and also the falling market demand for charcoal. In August 2023 the buyer agreed a revised payment schedule providing for three equal instalments, from September to November 2023.

Notwithstanding this agreed re-scheduling, the first payment was not made when due and a further extension was negotiated and documented. The buyer failed to sign that further extension document, and Cambium subsequently instructed its lawyers in Brazil to pursue collection.

The outcome remains uncertain.

The Directors intend to manage this claim in the context of the proposed transfer of ownership of the Brazilian Subsidiaries, taking account of (i) negotiations with the transferee over cash balances at the time of transfer, (ii) the uncertainty of recovery, (iii) the likely costs of recovery, (iv) exchange rate risks, and (v) the costs of transferring funds, and in a way that does not impede the conclusion of Cambium's journey in the shortest possible timescale with what they regard as likely overall to be the best outcome for Shareholders.

For completeness, the Chairman's Statement dated 31 January 2024, set out in the Annual Report and Audited Separate Financial Statements of the Company for the year ended 30 April 2023, referred to the Receivable as having been received. The Company wishes to make it clear that this was an error.

Yours faithfully,



Antony R Gardner-Hillman
Non-Executive Chairman
Cambium Global Timberland Limited (in liquidation)