

23 October 2007

**COMPANY ANNOUNCEMENT****WFL makes off-market scrip bid for  
BioEnergy Australia Ltd**

Willmott Forests Limited (**WFL**) (ASX:WFL) today announced that it intends to make an off-market scrip takeover bid for all of the ordinary shares issued in the unlisted BioEnergy Australia Limited ABN 89 096 335 901 (**BioEnergy**) that it does not already have a relevant interest in. WFL will issue 1 ordinary WFL share for every 4 ordinary BioEnergy shares held by BioEnergy shareholders who accept the offer.

WFL acquired relevant interests in 57.98% of all issued ordinary shares in BioEnergy in March 2007. At that time, BioEnergy had less than 50 shareholders, and so the acquisition was not subject to the Corporations Act. The total cost of the acquisition (inclusive of due diligence and transaction fees) was \$2.9 million. BioEnergy has 7,243,939 shares on issue. If all other BioEnergy shareholders accept WFL's offer, WFL will issue 760,985 shares under the bid.

In announcing the takeover bid, Marcus Derham, CEO Willmott Forests, said *"I believe that this offer is in the best interests of BioEnergy shareholders because it provides liquidity and a premium to the current value of BioEnergy's ordinary shares."*

WFL's offer will be subject to a number of conditions including a condition that at the conclusion of the offer WFL has a relevant interest in at least 80% of all BioEnergy ordinary shares on issue.

It is anticipated the bidder's statement will be delivered to BioEnergy by early November 2007 and dispatched to BioEnergy's shareholders by the end of November.

**About Willmott Forests**

WFL is an integrated forestry company that plants, manages, harvests, processes and supplies plantation timber products for domestic and export markets.

A Quality Endorsed Company with total assets in excess of \$260 million, WFL manages 35,000 hectares of commercial plantations throughout New South Wales and Victoria and produces a wide range of softwood timber products from its timber processing operations in Bombala NSW.

**About BioEnergy**

BioEnergy is the parent entity of BioForest Limited, an emerging player in the forestry MIS market. BioForest Limited is involved in producing high grade timber for the Australian veneer market, renewable fuels, green energy and carbon credits from its timber plantations.

For further information please contact:  
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