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Dear Sir or Madam

Corporate Presentation – Expansion into Western Australia Dairy Industry

Carbon Conscious Ltd (ASX:CCF) is pleased to provide a Corporate Presentation regarding its expansion into the Western Australia Dairy industry.

Yours faithfully



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Expansion into WA Dairy

Carbon Conscious (ASX:CCF)

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Company Summary

- Changing name to Alterra Ltd (AGM February)
- Agri forestry expanding into dairy in WA
- Board & management - extensive agribusiness experience
- Existing agri- forestry business has projects in WA & NZ
- 18,000 ha's (22 million trees) successfully established
- \$32M of contracted revenue from now till 2027 from WA
- NZ land & forestry assets ~ NZ\$4m - investigating sale
- Board & management hold 31% of issued capital



Directors

Mr Trevor Stoney (70) – Chairman & Non Exec Director

Mr Stoney brings cumulative knowledge, acumen & relationships from more than 50 years in agriculture. From 1962 until a sale in 2009, he owned & managed numerous farming enterprises across Western Australian & Victoria. His last sale was the 14,500 hectares “The Grange” to Wellard for ~\$50m. Mr Stoney is regarded as one of the most astute agricultural land acquirers in Western Australia & in addition to the Company, continues to have an active interest in farming via his two sons.

Mr Neil McBain (70) – Non Exec Director

Mr McBain has had a long business career in the business to business industrial services sector, during which he has established a solid history of business development & profitable growth. More recently Mr McBain headed up a private equity consortium which built the Loscam Pallet business into a major competitor to Chep in Australia & to market dominance in South & North Asia. Loscam was sold to Chinese logistics group CML Ltd in July 2010 for ~\$600m. Mr McBain has significant experience in Mergers & Acquisitions including operational integration & prides himself on a reputation for an intense focus on customers & creating value for shareholders.

Mr Andrew McBain (41) – Executive Director

Mr McBain is the founder of Carbon Conscious, having successfully developed & managed a number of start-up businesses over the past 10 years involved in agriculture, agri forestry & mineral exploration. The capital raised for these ventures since 2005 exceeds \$100 million. Mr McBain is passionate about agribusiness & the potential Australia has to be the supplier of premium food to premium markets. Mr McBain has experience in management, business development, ASX listings, capital raisings, investor relations & corporate compliance. Other directorships include ASX entity Rumble Resources Ltd.

Management

Mr Anthony Fitzgerald (55) – Commercial Manager & Co Sec

Mr Fitzgerald has over 30 years' experience in operational & financial management of agribusinesses that span large scale animal production, land conservation projects, farmer networks & grain marketing pools (A\$280M). At Carbon Conscious his responsibilities include managing compliance with the Carbon Farming Initiative ACT, generation of Australian Carbon Credits Units & driving a commercial focus into the management of properties (21M trees on 18,000 Ha). He holds a Bachelor of Agribusiness (Hons) & Post Graduate Diploma in Financial Services.

Mr Andrew ten Seldam (40) – Investment Manager

Mr ten Seldam has over 16 years' experience in business analysis in London & Australia across industries including the agriculture, health, merchant banking & engineering sectors. Mr ten Seldam is an innovative problem solver with financial modelling, business strategy & M&A skills. Presented business cases to boards & senior management including for the A\$110M international merger of Mamba Minerals (ASX:MAB) with Champion Iron Mines (TSX:CHM) & the acquisition of the US\$105m Ram River metallurgical coal project. Mr ten Seldam has built complex financial models identifying key profit levers & optimisation opportunities, including for the C\$3b Fire Lake iron ore mine & rail development, the £1.3b Birmingham New Street station & the \$200m Heytesbury cattle operation.

Mr Peter Evans – Dairy Adviser

Mr Evans is an award winning dairy farmer with more than 45 years experience (Westpac WA Dairy of the Year 2010 & 2011 for highest financial performance). Mr Evans was formerly a director & chairman of Western Dairy (2004-2007), President of WA Farmers dairy section (2007-2012), director of Australian Dairy Farmers (2007-2014) & director of the Australian Dairy Industry Council (2011-2014).

Company Snapshot

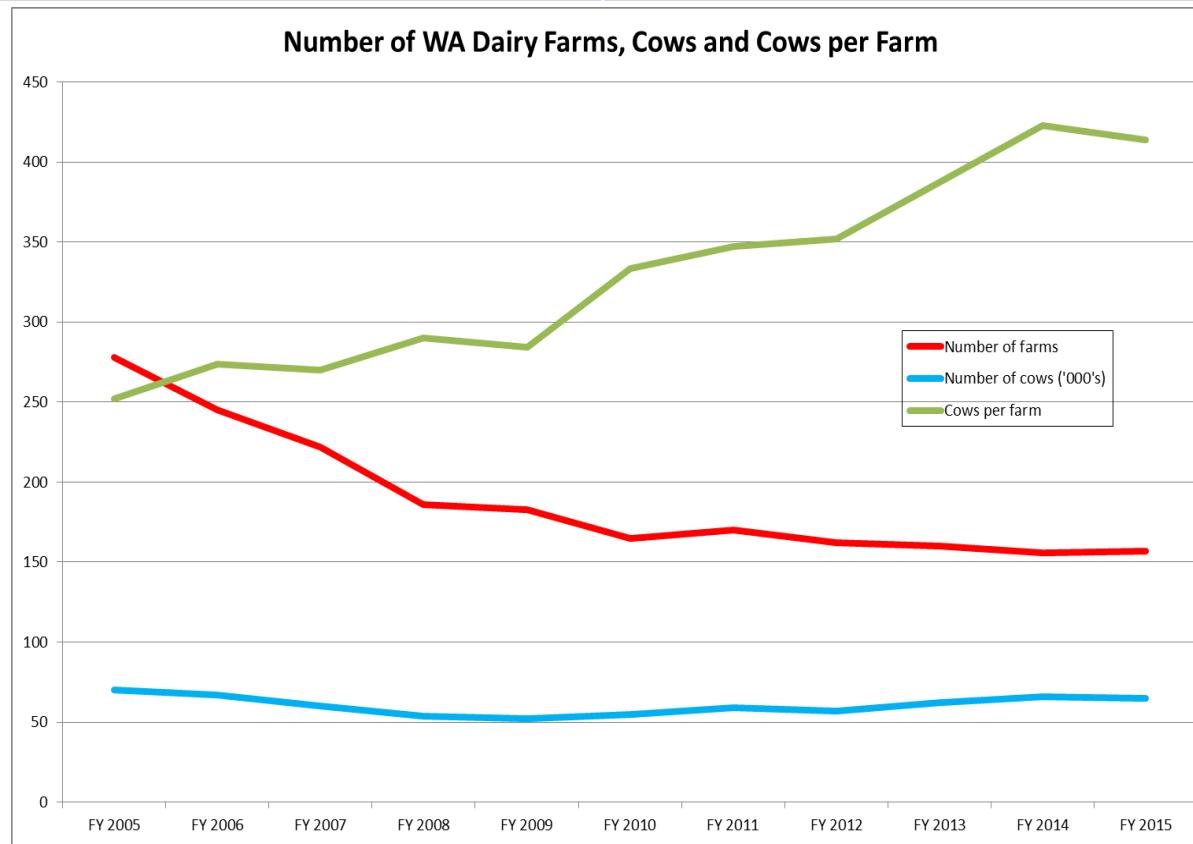
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Capital Structure	
ASX Code	CCF
Ordinary shares	137.60m
Unlisted Options (Employees & Directors)	11.25m
Cash & Receivables	A\$1.0m
Debt <small>(expires 2019)</small>	A\$1.3m
Market Cap (@ \$0.145) as at 15/01/16	A\$19.9m
Net Assets	\$12.0m
Contracted Cash-flow excl. Dairy	
Gross contracted cash-flow – now to 2027	A\$31.5m
NPV8 gross contracted cash-flow – now to 2027	A\$20.5m
Major Shareholders	
Directors & Management	31%
Top 20 (incl Directors & Management)	46%

WA Dairy Industry - Current

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Reducing farm numbers & increasing cows per farm due to:	Traditional farm sizes limited by:
<ul style="list-style-type: none">• Succession issues• Rising land values• Inefficient operators leaving industry• Capital requirements	<ul style="list-style-type: none">• Walking distance for cows• Capital requirements• Desire to manage staff• Expertise to change systems



Source: Dairy Australia

WA Dairy Opportunity

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Market & Brand

Increasing domestic & international demand for dairy
Time & cost freight advantage for fresh milk into SE Asia
WA clean green brand

Modernisation

Applying large scale operating systems & processes based on US model
Increased operating & capital efficiency

Processing

WA has a dairy deficit
3 Processors at ~50% plant capacity (Harvey Fresh-Parmalat, Lion-Kirin, Brownes-Archer)

Industry & Supply

WA industry approx. ~160 family farmers utilising mainly pasture based system
Limited capacity to take advantage of future demand opportunities under current system

AIM

To be “go to” company for development of long term supply for domestic & export

WA – Tight Supply

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- WA only ~ 4% of national production ~350 MI of milk p.a.
 - WA imports ~ 300MI of dairy due to shortfall of milk supply – cheese, yogurt etc.
 - WA population of 2.6 Million forecast to grow to 3.6 Million by 2030
 - Costs associated with importing fresh milk (estimated at 20c/L) – natural barrier
 - Processors have ~50% spare processing capacity
 - Currently only a modest exportable surplus ~50 MI p.a.
 - More consistent supply & volume required to chase export potential



Source: Dairy Australia

Numerous Export Opportunities

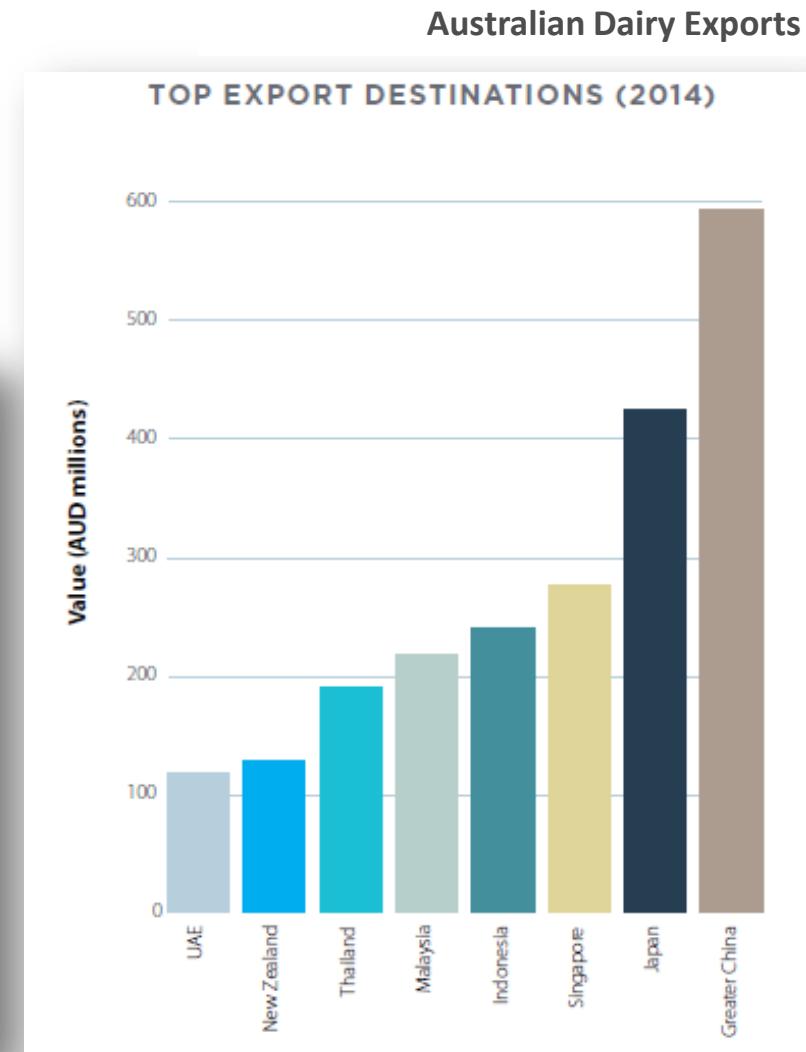
Export contract requirements:

- Large volumes in excess of domestic demand
- Long term certainty of supply
- Consistent supply every month

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Source: ANZ



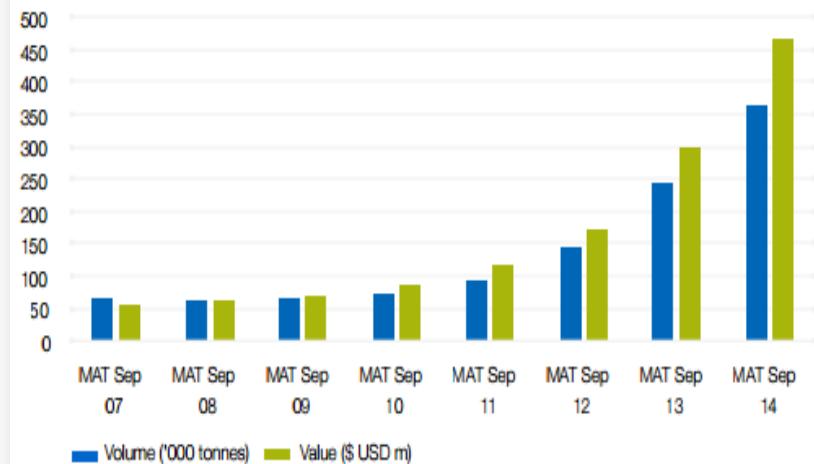
Rapidly Growing Export Market Potential

- World's population expected to increase to over 9 billion in 2050
- Food & protein consumption increasing – 74% more dairy needed by 2050
- Increasing disposable wealth from a growing middle class in Asia – 600 million to 3 billion within the next 35 years
- Subsequent demand for more fresh dairy products
 - China 2012 dairy consumption: 46 billion litres
 - 2030 projection: 74 billion litres
- Australian fresh milk currently retails from A\$8-10 per litre in Chinese supermarkets
- Farming issues in China in relation to arable land, water & access to feed
- Huge export potential for fresh milk many times the size of WA market

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Figure 23: China liquid milk imports (from all origins volume and value)



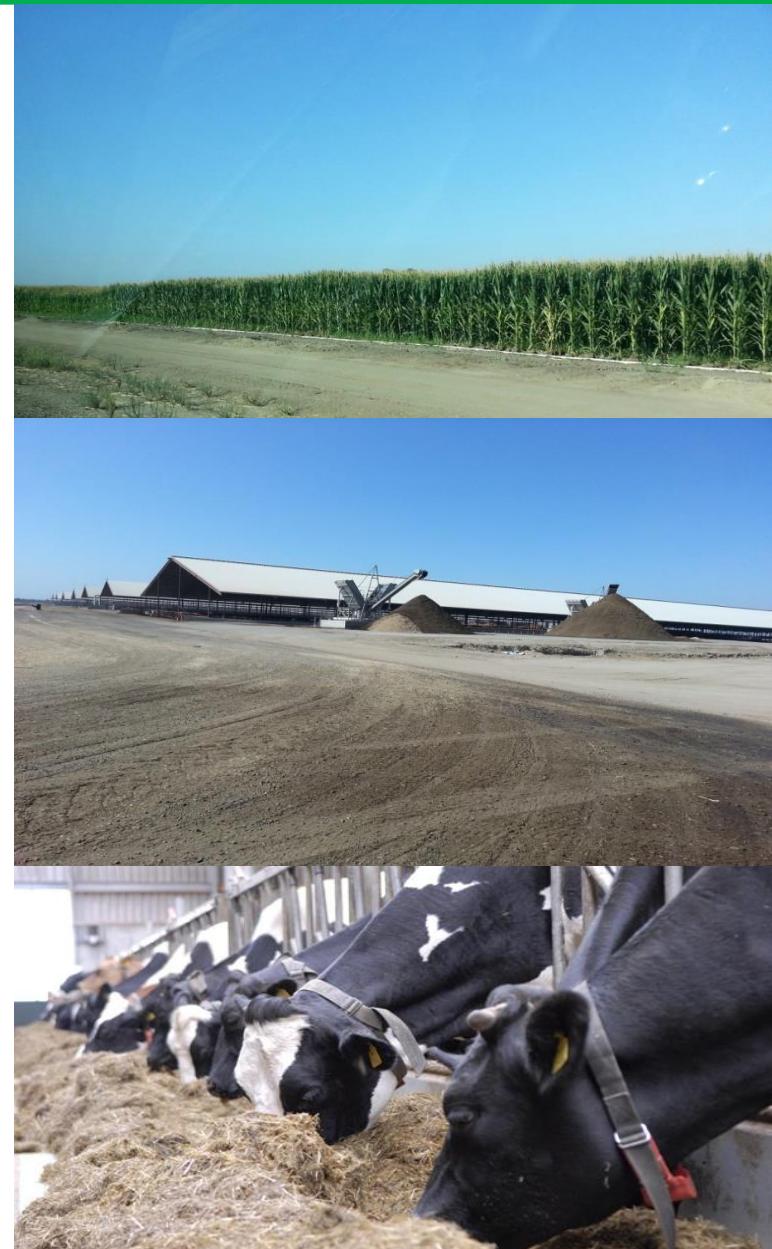
Source: GTIS

Source: ANZ, GTS & OECD

System 5 – Dairy Industry Transformation

- All feed “cut & carried” to the cows
 - Significantly reduces walking distances
 - Allows for use of higher production crops
 - Variety of rations balanced to cows requirements
 - Feed & water consistently available
- Cows sheltered from the elements – improved animal health & welfare
- Production consistent throughout the year
- Advanced waste management protects the environment & generates valuable by-products
- All water is recycled & re-used
- Potential for large scale solar PV & battery

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BENEFITS

- *Enables significant scale up capabilities*
- *Enables development of export markets*
- *Enables development of upstream processing into higher value products*

System 5 Dairies - The World Standard

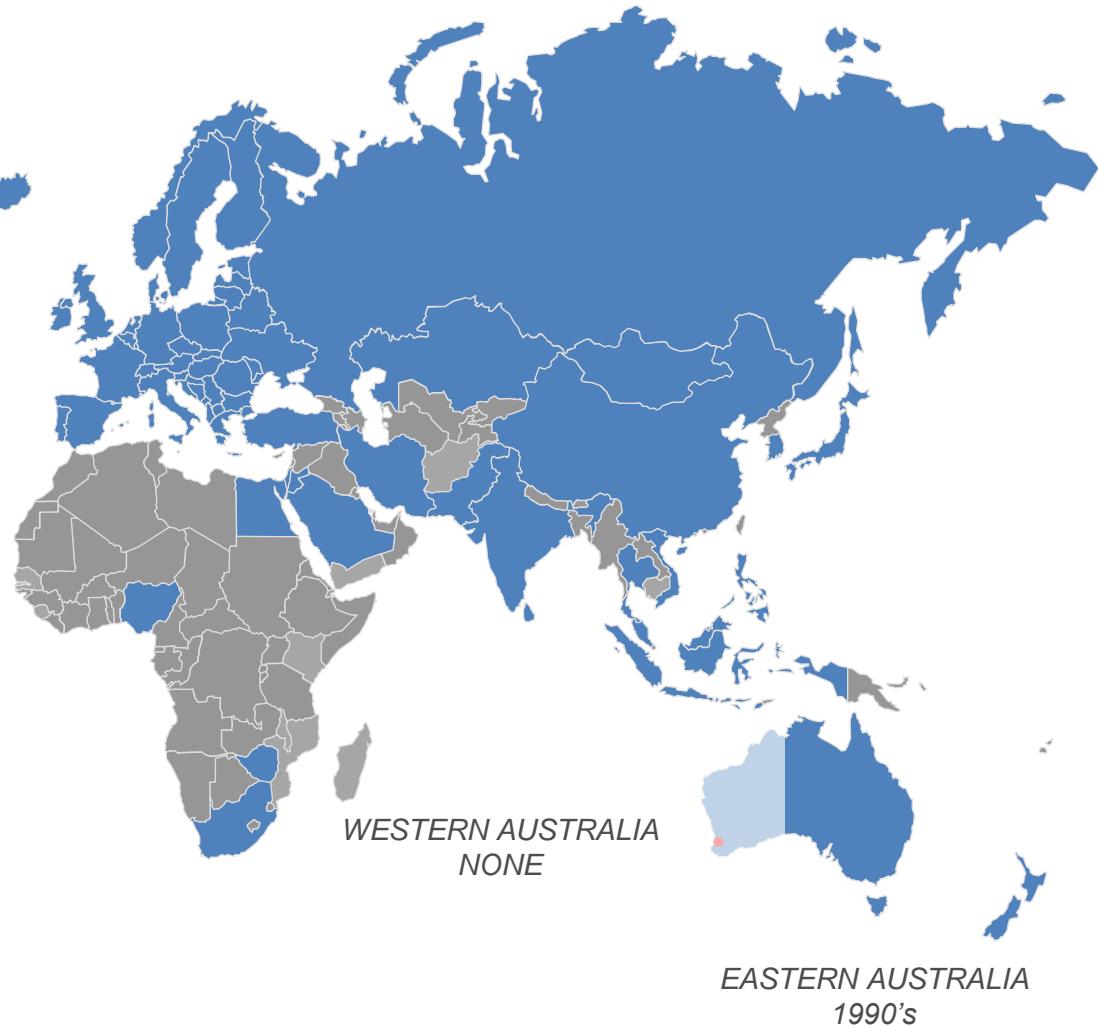
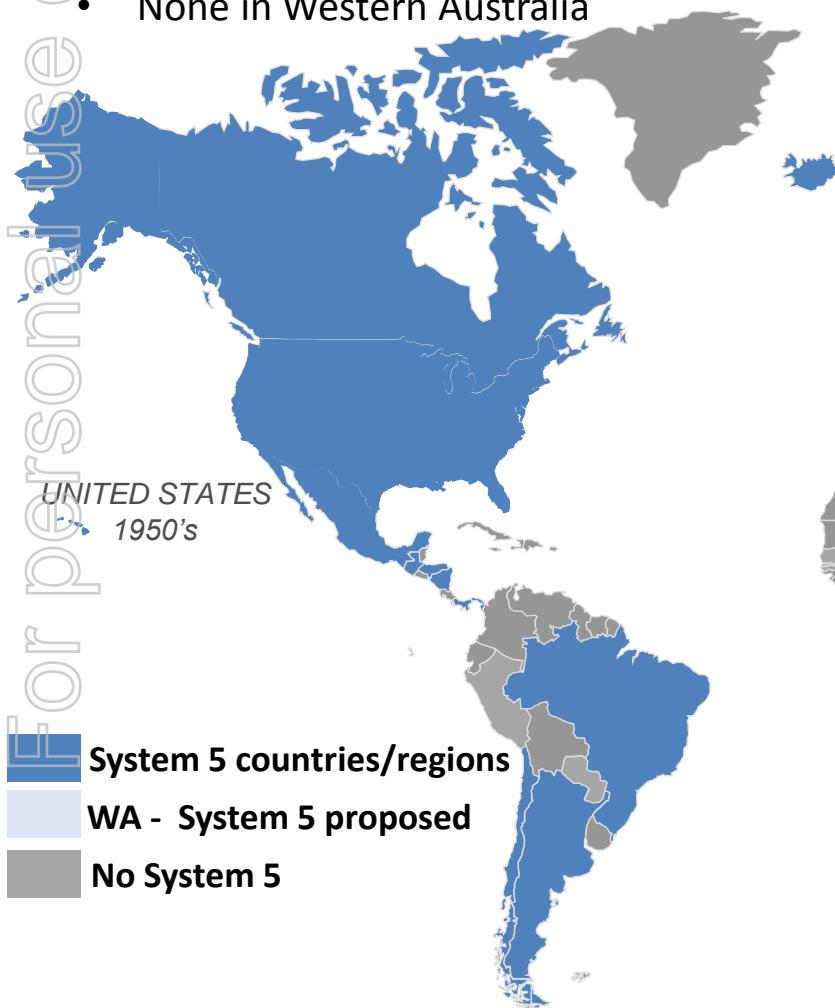
System 5 dairy farming operations the proven method in operation;

- 50 years in the US
 - Decades in Europe
 - 17 years in Australia (east coast)
 - None in Western Australia

System 5 dairy in Australia

- Moxey Farms NSW 3,500 & plans to rapidly expand
 - Est. \$80M investment by Freedom Foods in 2015
 - Coomboona - 2,000 cows going to 6,000 cows
 - Est. \$40M investment by Harvey Norman in 2015

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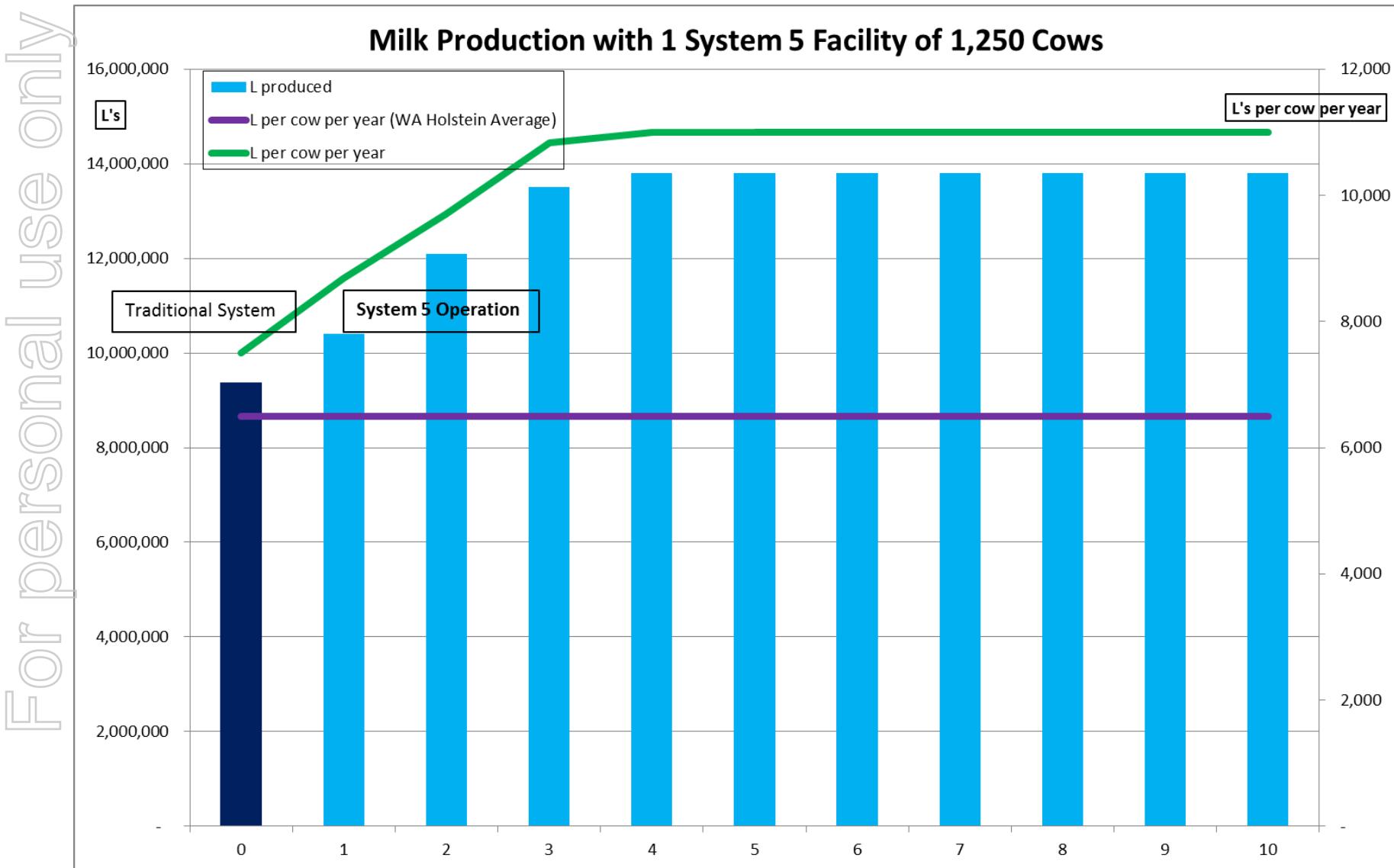


System 5 Advantages

	System 5	Traditional	Advantage
Milk per cow (L p.a.)	10,000 plus	Av. 6,500	50%-100% production increase
Hours utilising rotary dairy	20 hours per day	Between 6 to 12 hours	More capital efficient
Heat stress	Climate controlled	Exposed to extreme elements	100+ days of heat stress removed
Milking	3-4 times a day	2 times a day	Improved udder health & 15%-25% more milk per cow
Walking distance per day	0.5-2 km	5-10 km	Reduced lameness & more time for lying down & rumination
Health	Constant monitoring	Variable	Health issues identified earlier for more effective treatment
Nutrition	Balanced & measurable	Variable & difficult to measure	50% increase in kg's milk produced per kg feed consumed
Feed Losses	Minimised & measurable	Can be substantial	3%-5% in System 5 compared to 15%-30% losses under traditional
Access to fresh, clean water	Constantly available	Can be limited	Improved rumination & health

Milk Production with System 5

1,250 Milking Cows @ 11,000L+ per cow per year ~14M L per year



Risk Management

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Risk	Management Strategy
Milk Price	Guaranteed minimum price at farm gate Locked in for 5 – 10 years
Counterparty Sales	Domestic milk sales - must be to existing processor Export milk sales – back to back via processor
Land tenor	Lease & own land. Leased land:20 year lease – registered
Water	Rolling 10 year water licence with water Dept. from aquifers - reliable long term source
Silage Production	Will manage in-house to manage quality Irrigation utilised to expand cropping mix & protect against weather / climate risk
Grain production	Will not be growing grain – buy from farmers as WA has a large exportable surplus
Grain Prices	WA a major exporter, prices more stable than East Coast Hedging can be utilised – extensive in house experience in grain markets Exchangeability of feed sources
Management	Head hunt top System 5 operator from US or other country Utilise leading advisors in System 5 from around the world
Staff	Location to be near large pool of suitable labour Training to be provided by experts
Cows & Infrastructure	Insurance to cover replacement & business disruption
Public Perception	Defer to the large body of science supporting the system around the world Successful operations exist in Australia
Electricity	Plan to utilise solar PV & battery in addition to existing network

Capel Farm – Low Risk Entry Point

- Lease agreement completed for 330ha dairy property ‘Capel Farm’
 - Initial lease period of 12 months (DD period) with option to extend to 20 years
 - No CAPEX required to purchase or build: land, rotary dairy or water – all existing
- Herd purchase agreement completed
 - 400+ cows with plans to increase progressively in 2016
 - Plans to increase Company’s herd to targeted 2,500 cows to produce 25 million+ litres of milk p.a.
- Appointed key managers & taken over operational control & management
- First milk produced & delivered to processor
- Appointment of Mr Peter Evans as consultant to oversee farm operations:
 - Award winning dairy farmer with more than 45 years experience (Westpac WA Dairy of the Year 2010 & 2011 for highest financial performance)



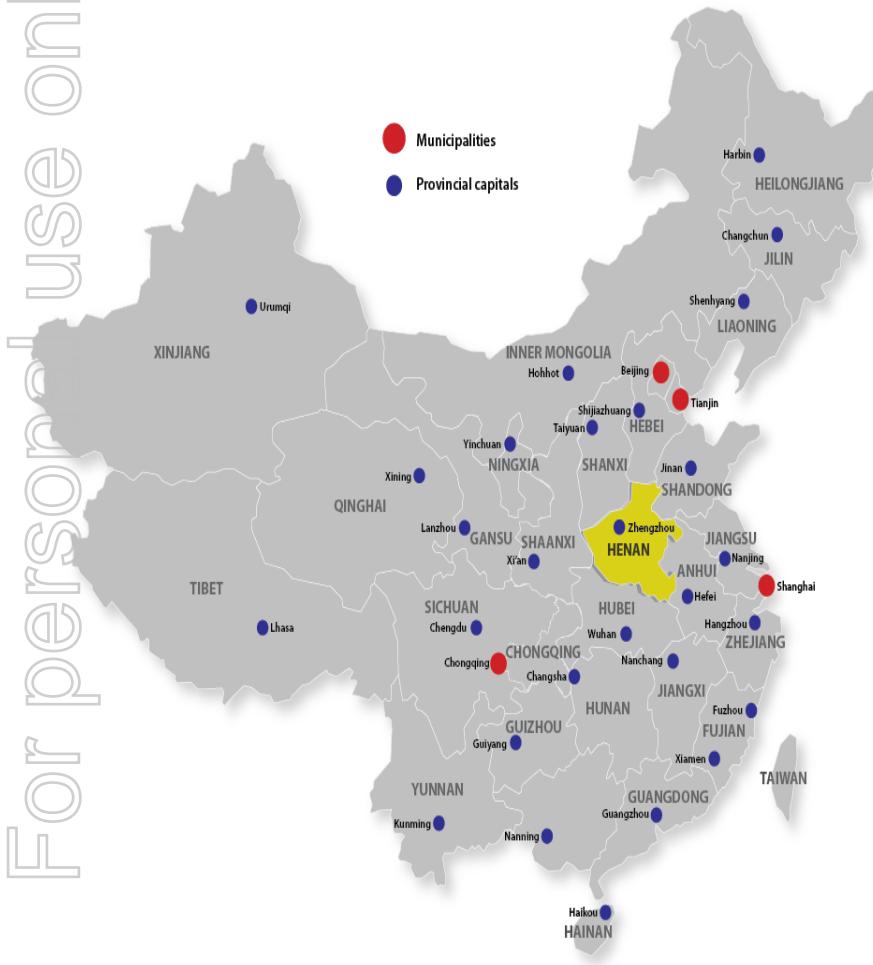
Green Lake MOU

- Execution of MoU with Green Lake for long-term off-take agreement of WA fresh milk into China
- Australian & Chinese-backed Green Lake has access to 150 mini-marts in China's Henan province
 - First "Capel Farm" branded store opened in Zhengzhou – expansion plan of 300 stores under franchise & owned model
- Green Lake has import licences for fresh milk into China & commenced shipments
- Negotiations ongoing for profit share arrangement that provides export upside potential
- Expected completion of binding agreement within Q1 CY2016



Why start from Zhengzhou City?

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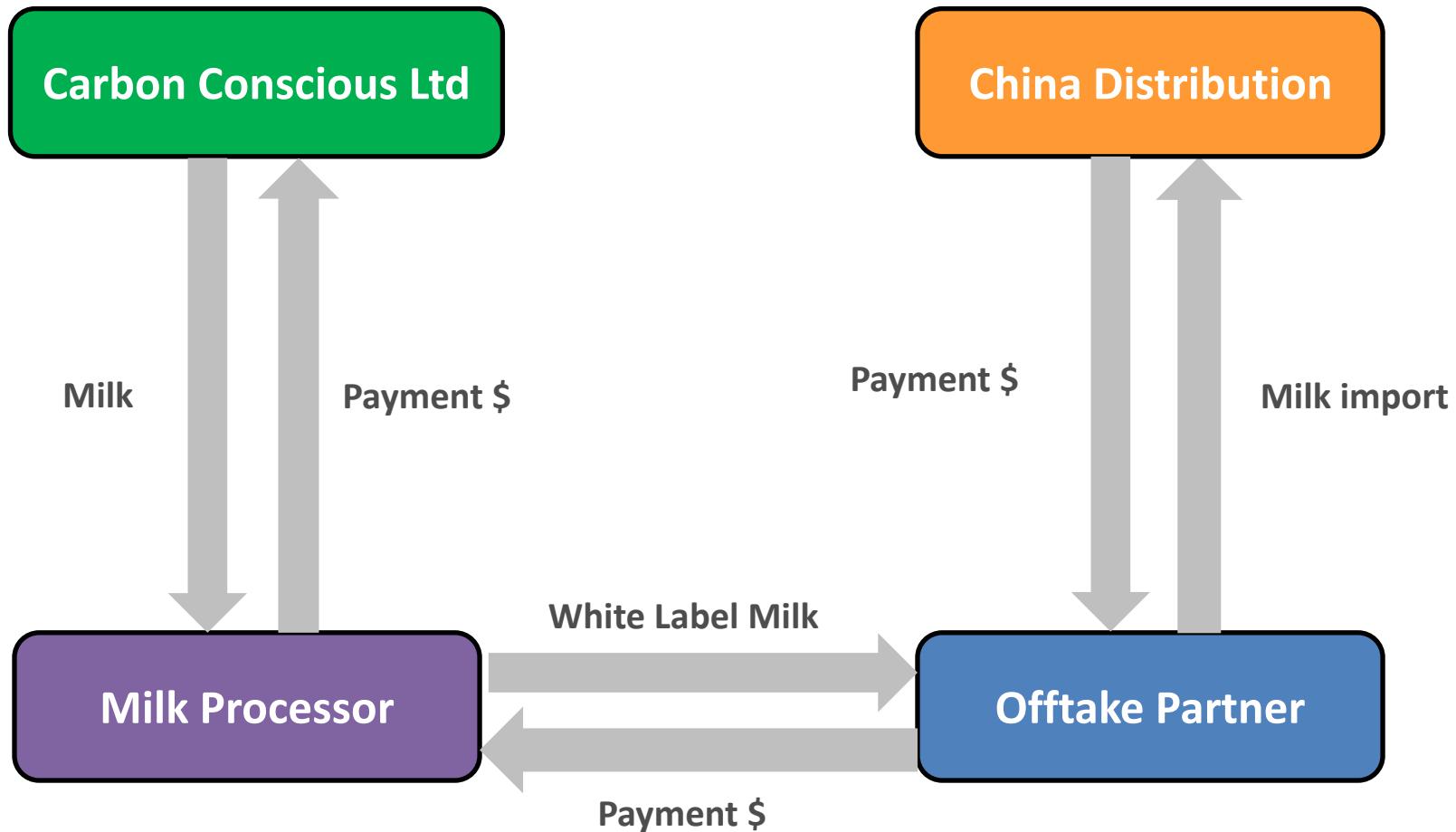


- 100 million people in Henan Province
- 30% of China's population & GDP within 500km radius
- 1st Air Harbour Economic Region
- Not a focus of major milk companies



Premium Export Opportunity

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Strategy

- Expansion into WA dairy – creating diversified agribusiness - complimentary cash-flow
- Implement internationally proven systems into WA
- Be “capital light” i.e. invest in generating cash-flow versus hard assets
- Achieve investment grade returns at domestic market level
- Be the “go to” company for long term domestic & export demand from WA
- Participate in returns beyond the farm gate via strategic partnerships

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Summary

- Experienced management team incentivised to perform
- Existing business generates \$1.5m p.a. free cash-flow until 2027
- Strong supply / demand fundamentals for WA dairy
- WA ideally located to take advantage of expanding Asian premium export markets
- Introducing internationally proven System 5 with improved production & capital efficiency
- System 5 supports the development of long term domestic & premium export markets
- First farm under lease with 20 year option
- MoU executed with first export partner – Green Lake
- Market Cap reflects existing business with only a small premium for dairy potential

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