

Half-Year Report 2011



PRECIOUS WOODS

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Half-Year Report 2011

The Precious Woods Group succeeded in further improving operating performance in the business segments in the first half of 2011, and is confident of being able to implement the turnaround measures as planned during the current financial year. In view of the divestment plan the Precious Woods Central America segment has been treated as a “discontinued operation” since 2011. Therefore, a direct comparison with the previous year is only possible if the figures for 2010 are reclassified accordingly. Compared to the first half of 2010, EBITDA is slightly below the prior-year level, with the CHF/USD exchange rate effect and exceptional costs at the holding level having prevented any improvement. Liquidity for the seasonally more difficult first half of the year was secured by means of convertible loans with a nominal value of CHF 5.5 million.

While Precious Woods successfully commissioned a new hardwood sawmill in Gabon on 1 July 2011, the overall result in Gabon was affected by logistical problems caused by war conflicts in Côte d'Ivoire. The sale of assets in Central America approved by the Annual General Meeting is well advanced, and the capital released by the sale will be used primarily to reduce debt, strengthen liquidity and finance operating investment plans. While unusually heavy rainfall had a negative impact on productivity for the first half of 2011 in Brazil, the acquisition of a major new customer for log deliveries will positively influence the annual result for the country. Although the interim results of Precious Woods Europe were affected by the weather-related problems in Brazil, the ongoing trend for rising market prices is helping to increase income.

Precious Woods Holding Ltd.

In the first half of 2011, the activities of the holding were influenced by the strong focus on implementing turnaround measures. The successful issue of convertible loans with a nominal value of CHF 5.5 million helped to secure liquidity. The Annual General Meeting approved a reduction in the nominal value from CHF 50 to CHF 1 per share, and supported the proposal by the Board of Directors to increase conditional capital, thereby significantly strengthening the capital market viability of Precious Woods.

In comparison with the prior-year period, measures aimed at structural optimization generated additional costs of around CHF 2.3 million. This increase was due primarily to significantly higher consulting fees in connection with financing and legal issues (including the reduction in the nominal share value), restructuring measures and costs related to preparation for the planned sale of assets in Central America. These costs will be significantly lower in the second half of the year. The Board of Directors, newly constituted at the 2011 Annual General Meeting, strongly supports the systematic implementation of the remaining turnaround measures, and is also further developing the company's strategy for sustainable corporate development.

Gerhard Willi took up his role as CFO on 1 August 2011, and the Communications team has been strengthened.

Precious Woods Gabon

Market developments were positive for Precious Woods Gabon in the first half of 2011, with demand increasing both for local trade in logs and export trade in sawn wood. While prices rose as a result of the higher demand, Precious Woods Gabon was unable to profit fully due both to a lack of processing capacity and to liabilities to customers from the previous year. Furthermore, the war conflicts in Côte d'Ivoire led to restrictions in shipping traffic in West and Central Africa, causing logistical problems for the export business of Precious Woods Gabon.

While the financial results for the first half of the year were slightly below expectations, concrete improvements are anticipated for the second half thanks to management changes and process optimization in concession areas. Processing capacity increased significantly as of 1 July 2011 with the newly commissioned hardwood sawmill, which will facilitate an increase in the sale of sawn wood and help to compensate for the log export ban introduced in 2010. Earnings are set to increase further via ongoing improvements in productivity at the sawmill and the moulding plant. Local sales trends are highly positive, particularly in the log trade.

Precious Woods Central America

Weaker demand for wooden furniture in Europe and the USA in the first half of 2011 meant that in the producer markets teak demand fell, particularly in Vietnam. This required Precious Woods Central America to sell significant quantities to other countries at somewhat lower prices. Harvest volumes are however slightly higher than targeted, which offset the loss caused by lower prices for teak.

Precious Woods Central America carried out various process optimizations in the first half of 2011, increasing efficiency in sales and export, making improvements to the invoicing process and reducing wage costs, in the area of container loading in particular. Precious Woods is confident of meeting expectations for 2011.

What is more, activities involving the sale of assets are well under way. In August 2011, various interested parties carried out due diligence audits and decided to submit offers. The capital released in this way will be used primarily to reduce debt, strengthen liquidity and finance operating investment plans.

Precious Woods Amazon

Unusually heavy rainfall in Brazil made forest management significantly more difficult in the first half of 2011, in particular the transport of logs out of the forest. This resulted in inventory and production bottlenecks as well as higher costs, and the challenging terrain placed considerable strain on machinery. What is more, the quality of the harvested trees was below average. Although some issues from the past have already been resolved, there is still a considerable amount of work to be done, and the employees at Precious Woods Amazon face more demanding challenges ahead. However, the acquisition of a major new customer for log deliveries will positively influence the annual result for the country. The negotiations with a potential new customer concerning the sale of biomass from forest management are well advanced. In addition, Precious Woods Amazon is in the process of acquiring a concession area adjacent to existing estates with a view to securing its medium-term harvest schedule.

Precious Woods Europe

The weather-related problems experienced by Precious Woods Amazon also had an impact on the interim results of Precious Woods Europe, with late deliveries from Brazil resulting in delayed deliveries to customers. The result for the first half of 2011 is therefore slightly below expectations. Pending decisions on the Dutch real estate market represent a further difficulty, as new construction and house renovation projects are being postponed while changes to the interest rate structure are awaited. What is more, the pressure on authorities to spend less is having a negative impact on investment in infrastructure projects, which is of relevance to the timber industry.

The restructuring process has continued, with administrative personnel costs being further reduced. The ongoing trend of rising sales prices is also having a positive effect on income, and Precious Woods Europe is confident about continuing business performance in the second half of 2011.

Carbon & Energy

Energy production in Brazil was around 20% below its normal level in the first half of 2011, due to unusually heavy rainfall and the related drop in wood waste volumes. The resulting decline in sales was the main reason for the disappointing operating results, which was impacted further by routine maintenance work being brought forward. It is anticipated that electricity generation will reach its planned level in the second half of 2011, and that both sales and operating results will meet expectations.

In March 2011, Precious Woods received the Certified Emission Reductions (CERs) generated by the power station in 2009, and the sale of these CERs had a positive impact on income in the first half of the year. Due to changes to the calculation method for CERs, revenue generated from the 2010 and 2011 harvests cannot be expected to be recognized until the second quarter of 2012 at the earliest. In addition, Precious Woods has gained the Swiss “myclimate” foundation as a renowned strategic partner for future management of CERs.

Stock price

At the beginning of 2011 the stock price stood at CHF 25.95, which is its highest level for the year so far. On 30 June 2011 (cut-off date for Half-Year Report), the price was CHF 11.45 lower at CHF 14.50.

Outlook

In view of the operational progress made in the first half of 2011, the Board of Directors, Management and employees of Precious Woods are confident that the turnaround measures can be implemented as planned over the year as a whole. The intensive work of the last two years is bearing fruit, and the success of the measures introduced and implemented in the first half of the year with a view to increasing sales and operating income will become apparent in the second half of the year. The entire workforce continues to strive to optimize processes and increase productivity, as well as to improve the company's market position by expanding the value chain.

A second issue of convertible loans worth CHF 5 million is being considered as a precautionary measure aimed at maintaining liquidity until the sale of assets of Precious Woods Central America is completed.

On the basis of current business performance and further improvements in the business segments, Precious Woods anticipates that operating results, following currency adjustments and excluding one-offs, will improve in the second half of 2011.

Under consideration of the reclassification of the Precious Woods Central America segment as a “discontinued operation”, the original operating result (EBITDA) target for the 2011 financial year is USD 5.3 million.

At the beginning of the second half of 2011, Precious Woods estimates that an operating result (EBITDA, excluding one-offs) of USD 2 million to USD 4 million can be achieved for the 2011 financial year. The increased spending on structural optimization at the holding level as mentioned above and the CHF/USD exchange rate effect will most likely prevent the achievement of a better operating result. Nevertheless, this operating result – again under consideration of the reclassification of the Precious Woods Central America segment – would still correspond to an improvement of over USD 11 million on the previous year.

Precious Woods Group
Interim condensed consolidated financial statements
as at 30 June 2011



**Interim condensed consolidated statement of financial position
as at 30 June 2011 and 31 December 2010 (in TUSD)**

ASSETS	30 June 2011	31 December 2010
Current assets	unaudited	audited
Cash and cash equivalents	9 408	10 326
Trade and other receivables	16 501	12 384
Inventories	23 327	27 262
Other current assets	3 352	1 911
Total current assets	52 588	51 883
Non-current assets		
Property, plant and equipment	74 305	83 444
Biological assets	—	63 654
Intangible assets	11 896	12 437
Investments in associates	2 342	1 925
Non-current financial assets	3 826	3 526
Other non-current assets	339	341
Recoverable taxes	—	6
Deferred income tax assets	1 153	1 174
Total non-current assets	93 861	166 507
Non-current assets held for sale	77 054	6 014
TOTAL	223 503	224 404
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Trade and other payables	22 429	23 348
Current income tax liabilities	1 766	2 006
Current financial liabilities	36 782	35 889
Current provisions	3 240	3 799
Current derivative financial instruments	1 184	490
Total current liabilities	65 401	65 532
Non-current liabilities		
Long-term convertible bonds and loans	36 536	29 255
Non-current financial liabilities	8 924	3 227
Deferred tax liabilities	20 991	21 420
Non-current provisions	7 899	8 130
Total non-current liabilities	74 350	62 032
Equity		
Share capital	127 002	127 002
Additional paid-in capital	67 185	65 823
Foreign currency translation reserve	857	2 219
Retained earnings	−111 964	−98 876
Equity attributable to equity holders of Precious Woods Holding Ltd.	83 080	96 169
Non-controlling interests	672	671
Total shareholders' equity	83 752	96 840
TOTAL	223 503	224 404

**Interim condensed consolidated statement of comprehensive income
for the half-year periods ended 30 June 2011 and 30 June 2010 (in TUSD)**

	30 June 2011 unaudited	30 June 2010 ¹⁾ unaudited
Net sales from trading activities	36 225	37 312
Revenue from emission reduction activities	496	533
Total operating income	36 721	37 845
Cost of sales	-32 228	-33 565
Operational contribution	4 493	4 280
Administration and other labour costs	-3 964	-3 805
Other expenses	-5 008	-3 492
Other income	2 415	1 356
Earnings before interest, depreciation and amortization (EBITDA)	-2 064	-1 661
Depreciation, amortization and impairment	-5 380	-5 386
Earnings before interest and tax (EBIT)	-7 444	-7 047
Financial income	3 038	5 263
Financial expenses	-8 693	-7 441
Share of profit of associates	246	113
Earnings before tax (EBT)	-12 853	-9 112
Income taxes (expenses)/income	417	284
Net (loss)/profit for the period from continuing operations	-12 436	-8 829
Result from discontinued operations	-772	-74
Net (loss)/profit for the period	-13 208	-8 902
Fair value changes net of tax, available-for-sale financial assets	32	1
Foreign currency translation differences	-1 274	-10 651
Total other comprehensive income	-1 242	-10 650
Total comprehensive (loss)/profit for the period	-14 450	-19 552
Allocation of net (loss)/profit to:		
Equity holders of Precious Woods Holding Ltd.	-13 120	-8 971
Non-controlling interests	-88	69
Allocation of comprehensive (loss)/profit to:		
Equity holders of Precious Woods Holding Ltd.	-14 451	-19 621
Non-controlling interests	1	69
Basic earnings per share	-3.82	-2.61
Diluted earnings per share	-3.82	-2.61
Basic earnings per share from continuing operations	-3.59	-2.59
Diluted earnings per share from continuing operations	-3.59	-2.59

¹⁾ The prior-year figures have been represented. Please refer to Note 3.

**Interim condensed consolidated statement of changes in equity
for the half-year periods ended 30 June 2011 and 30 June 2010 (in TUSD)**

	Attributable to equity holders of Precious Woods Holding Ltd.						Total equity
	Share capital	Additional paid-in capital	Foreign currency translation reserve	Retained earnings	Total	Non-controlling interests	
Balance 31 December 2009	127 002	65 750	8 177	-34 673	166 256	2 062	168 318
Net (loss)/profit for the period				-8 971	-8 971	69	-8 902
Other comprehensive (loss)/income for the period			-10 651	1	-10 650		-10 650
Total comprehensive (loss)/income for the period			-10 651	-8 970	-19 621	69	-19 552
Balance 30 June 2010	127 002	65 750	-2 474	-43 643	146 635	2 131	148 766
Balance 31 December 2010	127 002	65 823	2 219	-98 876	96 169	671	96 840
Net (loss)/profit for the period				-13 120	-13 120	-87	-13 207
Other comprehensive (loss)/income for the period			-1 363	32	-1 331	88	-1 243
Total comprehensive (loss)/income for the period			-1 363	-13 088	-14 451	1	-14 450
Equity component convertible bonds		1 408			1 408		1 408
Costs of capital increase/transaction costs		-46			-46		-46
Balance 30 June 2011	127 002	67 185	857	-111 964	83 080	672	83 752

**Interim condensed consolidated statement of cash flows
for the half-year periods ended 30 June 2011 and 30 June 2010 (in TUSD)¹⁾**

	30 June 2011 unaudited	30 June 2010 unaudited
Net loss	-13 208	-8 902
Operating cash flows before working capital changes	-6 251	-9 782
Net cash flows from/(used in) operating activities	-7 815	-5 382
Net cash flows from/(used in) investing activities	-454	664
Net cash flows from/(used in) financing activities	5 776	-6 635
Net increase/(decrease) in cash and cash equivalents	-2 493	-11 353
Translation effect on cash and cash equivalents	1 575	-1 257
Cash and cash equivalents at the beginning of the year	10 326	18 825
Cash and cash equivalents at the end of the period	9 408	6 215

¹⁾ Although Central American assets have been classified as held for sale in 2011 and the results of discontinued operations are disclosed separately in the consolidated statement of income, the interim condensed consolidated statement of cash flows includes cash flows both from continuing and discontinued operations. Information on cash flows from discontinued operations is disclosed in Note 6.

Notes to the interim condensed consolidated financial statements

The unaudited interim condensed consolidated financial statements of Precious Woods Group for the six months ended 30 June 2011, have been prepared in accordance with IAS 34 and were authorized for issue by the Board of Directors on 27 August 2011. The interim condensed consolidated financial statements do not include all information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 31 December 2010. They mainly focus on new activities, events and circumstances and do not duplicate information previously reported.

1. Significant accounting policies

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2010, except for the adoption of new standards and interpretations as of 1 January 2011, noted below:

- *IAS 24 Related Party Transactions (Amendment)* – The IASB has issued an amendment to IAS 24 that clarifies the definitions of a related party. The new definitions emphasize a symmetrical view of related party relationships and clarify in which circumstances persons and key management personnel affect related party relationships of an entity. Secondly, the amendment introduces an exemption from the general related party disclosure requirements for transactions with a government and entities that are controlled, jointly controlled or significantly influenced by the same government as the reporting entity.
- *IAS 32 Financial Instruments: Presentation (Amendment)* – The amendment alters the definition of a financial liability in IAS 32 to enable entities to classify rights issues and certain options or warrants as equity instruments. The amendment is applicable if the rights are given pro rata to all of the existing owners of the same class of an entity's non-derivative equity instruments, to acquire a fixed number of the entity's own equity instruments for a fixed amount of any currency. The amendment had no effect on the financial position or performance of the Group.
- *IFRIC 14 Prepayments of a Minimum Funding Requirement (Amendment)* – The amendment removes an unintended consequence when an entity is subject to minimum funding requirements (MFR) and makes an early payment of contributions to cover such requirements. The amendment permits a prepayment of future service cost by the entity to be recognized as pension assets. The amendment to the interpretation had no effect on the financial position or performance of the Group.
- *IFRIC 19 Extinguishing Financial Liabilities with Equity Instruments* – This interpretation provides guidance on the accounting for debt for equity swaps. It had no effect on the financial position or performance of the Group.

Improvements to IFRSs (issued May 2010):

In May 2010 the IASB issued its third omnibus of amendments to its standards, primarily with a view to removing inconsistencies and clarifying wording. There are separate transitional provisions for each standard. The adoption of the amendments resulted in changes to accounting policies but had no effect on the financial position or performance of the Group.

The Group has not early adopted any standard, interpretation or amendment that was issued but is not yet effective.

2. Going concern

The 2010 Annual Report mentioned that the Group was in the process of a turnaround. This turnaround is progressing as planned.

As reported, negotiations to extend the standstill agreement were completed at the end of March 2011, with the following restructuring measures having been agreed:

- To ensure additional liquidity in the amount of at least USD 5 million by no later than 30 June 2011
- The divestment of Central American assets (land and plantations) by no later than 30 September 2011
- The repayment of the debts to Deutsche Bank and Zürcher Kantonalbank by no later than 30 September 2011
- That if by 30 June 2011 no additional liquidity in the amount of USD 5 million is contributed to Precious Woods Holding Ltd., the termination date of the standstill agreement is the end of June 2011, otherwise the end of September 2011

The following has been achieved since March 2011:

- Additional liquidity has been secured with the successful issue of convertible loans with a nominal value of CHF 5.5 million (see also Note 8).
- Negotiations for the sale of Central American assets are progressing well, and several binding offers are anticipated before the end of September 2011. However, the definitive agreement and the resulting cash flow are not expected until the fourth quarter of 2011.

- Debt repayment is therefore likely to be delayed until the fourth quarter of 2011. The banks have been informed of this possible delay, and negotiations concerning a slight postponement of the repayment date are under way.
- The final point of the main terms and conditions was resolved with the issue of new convertible loans. In addition, the Group is currently involved in final negotiations with key investors regarding the issue of around a further CHF 5 million in convertible loans as a precautionary measure due to the possible delay in the sale of Central American assets, with a view to securing liquidity for the remainder of the year.
- What is more, the reduction in the nominal value of the share was implemented as planned (see also Note 11, "Subsequent events").

Given that the Board of Directors and Management believe that the sale of Central American assets in the fourth quarter of 2011 is realistic and that the bank debts can be repaid, they are confident of the company's ability to continue as a going concern.

3. Change in presentation

The prior-year figures of the interim condensed consolidated statement of comprehensive income 2010 have been represented in order to show the result of Central America as result from discontinued operations (see Note 6). As the structure of the statement of comprehensive income was adjusted with respect to cost of sales, depreciation, amortization and impairment (see page 58 of the Annual Report 2010), the corresponding changes have also been made in the figures as of 30 June 2010.

4. Seasonality

The first half-year of the forestry operations in Brazil is characterized by the rainy season (January to May), during which no logs are harvested and processing yields and sales of logs are lower than what can be achieved in the second half of the year. For the reporting period, the unfavourable seasonal effect is as expected, just as a favourable seasonal effect for the second half of the year can be assumed in Brazil.

5. Financial information by segment

The Group's reportable segments are Sustainable Forest Management Brazil, Sustainable Forest Management Gabon, Timber Trading Europe, Forest Plantations and Carbon & Energy.

Operating segments

	Sustainable Forest Management Brazil	Sustainable Forest Management Gabon	Timber Trading Europe	Carbon & Energy	Other ¹⁾	Forest Plantations (discontinued)	Consolidated
30 June 2011							
Total operating income third parties	3 034	19 522	11 576	2 589	–	2 404	39 125
Intersegment	3 275	–	629	–	–3 904	–	–
Total operating income	6 309	19 522	12 205	2 589	–3 904	2 404	39 125
EBITDA	–1 773	4 463	–11	–343	–4 399	–1 752	–3 815

	Sustainable Forest Management Brazil	Sustainable Forest Management Gabon	Timber Trading Europe	Carbon & Energy	Other ¹⁾	Forest Plantations (discontinued)	Consolidated
30 June 2010							
Total operating income third parties	3 128	19 824	12 152	2 741	–	1 972	39 817
Change in biological assets	–	–	–	–	–	3 080	3 080
Intersegment	3 104	67	866	69	–4 106	–	–
Total operating income	6 232	19 891	13 018	2 810	–4 106	5 052	42 897
EBITDA	–3 034	2 577	–74	1 273	–2 404	560	–1 101

¹⁾ The eliminations and adjustments consist of the intersegment eliminations and the results from Precious Woods Holding Ltd., the Luxembourg entities and Precious Woods Management Ltd., which are not allocated to a specific segment.

Reconciliation of reportable segment profit or loss

	30 June 2011	30 June 2010
Total EBITDA for reportable segments (continuing operations)	2 335	743
EBITDA (Other)	–4 399	–2 404
EBITDA of continuing operations	–2 064	–1 661
Depreciation, amortization and impairment	–5 380	–5 386
EBIT	–7 444	–7 047
Financial income and expenses	–5 655	–2 178
Share of profit of associates	246	113
Earnings before tax from continuing operations (EBT)	–12 853	–9 112

6. Assets held for sale/discontinued operations

At the end of 2010, the Board of Directors of the Precious Woods Group decided to seek a buyer for its Central American plantations in Nicaragua and Costa Rica. The assets impacted by this decision were reclassified in January 2011 as non-current assets held

for sale. Precious Woods engaged a professional service firm in order to drive the sales process of the assets in Central America. Negotiations are ongoing. According to the agreement with the banks these assets should be sold by 30 September 2011 (see Note 2). These assets belong to the "Forest Plantations" segment.

The results of Central America are as follows:

	30 June 2011	30 June 2010
Net sales from trading activities	2 404	1 972
Increase in fair value of biological assets	–	3 080
Total operating income	2 404	5 052
Cost of sales	–3 878	–3 908
Operational contribution	–1 474	1 144
Administration and other labour costs	–329	–431
Other expenses	–138	–153
Other income	189	–
Earnings before interest, tax, depreciation and amortization (EBITDA)	–1 752	560
Depreciation, amortization and impairment	–	–241
Earnings before interest and tax (EBIT)	–1 752	319
Financial result	–4	1
Earnings before tax (EBT)	–1 756	320
Income taxes (expenses)/income	984	–394
Result from discontinued operations	–772	–74
Basic earnings per share from discontinued operations	–0.22	–0.02
Diluted earnings per share from discontinued operations	–0.22	–0.02

Cash flows from discontinued operations

	30 June 2011	30 June 2010
Net cash flows from/(used in) operating activities	146	–186
Net cash flows from/(used in) investing activities	160	40
Net cash flows from/(used in) financing activities	–	–1
(Decrease)/increase in cash and cash equivalents	306	–147

The result from discontinued operations is attributable to the equity holders of Precious Woods Holding Ltd. (no non-controlling interests).

7. Restructuring

The restructuring provision as at 30 June 2011 amounts to USD 0.4 million (31 December 2010: USD 0.6 million) and relates to the Group's restructuring activities in Pará and the Netherlands. USD 0.2 million of the restructuring provision was used in the first half-year of 2011.

8. Convertible bonds and loans and non-current financial liabilities

On 17 May 2011, two new convertible loans at a total par value of CHF 5.5 million were issued. They are repayable in four years or can be converted into shares at the rate of 100 shares per CHF 2250 if the conversion requirements are met. These convertible loans are split into a liability and an equity component.

In 2011, new long-term bank loans were granted to the Group. In addition, long-term finance lease liabilities increased.

9. Share capital

The ordinary share capital of the Company amounts to CHF 171 917 750 (3 483 355 registered shares with a nominal value of CHF 50 each).

On 19 May 2011, the Annual General Meeting approved that the conditional capital reserved for the issue of shareholder options should be eliminated without replacement. At the same time, the conditional capital was increased from CHF 60 million to CHF 72.5 million for the issue of conversion and option rights. This enables Precious Woods to react to changes in financing requirements.

At the same time, the reduction in the nominal value from CHF 50 to CHF 1 per share was approved. This reduction in the nominal value will not lead to any outflow of funds. The consequences of the reduction in nominal value will be the netting against loss carry-forwards and the reposting of share capital to the company's reserves. The reduction in the nominal value can also be used to eliminate half of the capital loss (see Note 11).

10. Change in contingent liabilities

There are no changes in contingent liabilities. The IBAMA case (see Note 34 of the Annual Report 2010) is still open.

11. Subsequent events

On 2 August 2011, the reduction in the nominal value from CHF 50 to CHF 1 per share (see Note 9) was entered in the trade register of Zug.

Additional information

Relating to the share register
(entries, transfers, changes of address, etc.):

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Stock exchange listing

Shares of Precious Woods Holding Ltd. have been listed on
the SIX Swiss Exchange since 18 March 2002.

Security type: registered share
Nominal value: CHF 1.00 (reduction in the nominal value, 2011)
Security number: 1 328 336
ISIN: CH0013283368
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Credits

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Precious Woods Group

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Cautionary note on forward-looking statements: This Half-Year Report contains forward-looking statements that reflect the Precious Woods Groups' current views with respect to future events. These forward-looking statements are based on assumptions and involve risks and uncertainties with regard to future global economic conditions, foreign exchange rates, regulatory rules, market conditions, environmental factors, the actions of competitors and other factors. These risks and uncertainties could cause actual results to differ materially from those contained in the forward-looking statements. Precious Woods does not assume any obligation to update information or forward-looking statements set forth in this document.

The Precious Woods Half-Year Report is available in both German and English. The printed English text is the binding version.



The forest ecosystem is one of the world's most important ecosystems. With reforestation projects and moderate use of the tropical forests, Precious Woods makes a fundamental contribution to ensuring their long-term protection, the preservation of biodiversity and a stable climate and efficient water balance.

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PRECIOUS WOODS