



Forestry

- Only an option for land that cannot be used for more profitable purposes
- There is 425,000 ha of land that can be used for forestry across the rohe, of which 32,700 ha is Māori owned
- Forestry is a viable option for small blocks (3-5 ha)
 - Costs for logging, road construction, transportation impair small or isolated blocks, hence good road access is required
- Proven



Forest Economics

- Establishment costs: \$1530-2060 / ha
- Management costs: \$1000/ha

- Profit (annualised) \$600/ha



Mānuka Honey

- 33,000 ha of Māori land that could be utilised
- 20 ha min size
- 1000 ha of converted land to be viable
- Annualised profits
 - \$98 – \$122 /ha (new forests)
 - \$332 – \$356 /ha (existing mānuka forest)
- IRR 9-12%

