

Shippers Meeting (2), 2012

Cambridge

Time to Party?

A stylized, low-poly mountain range graphic in shades of blue, located at the bottom right of the slide.

2012

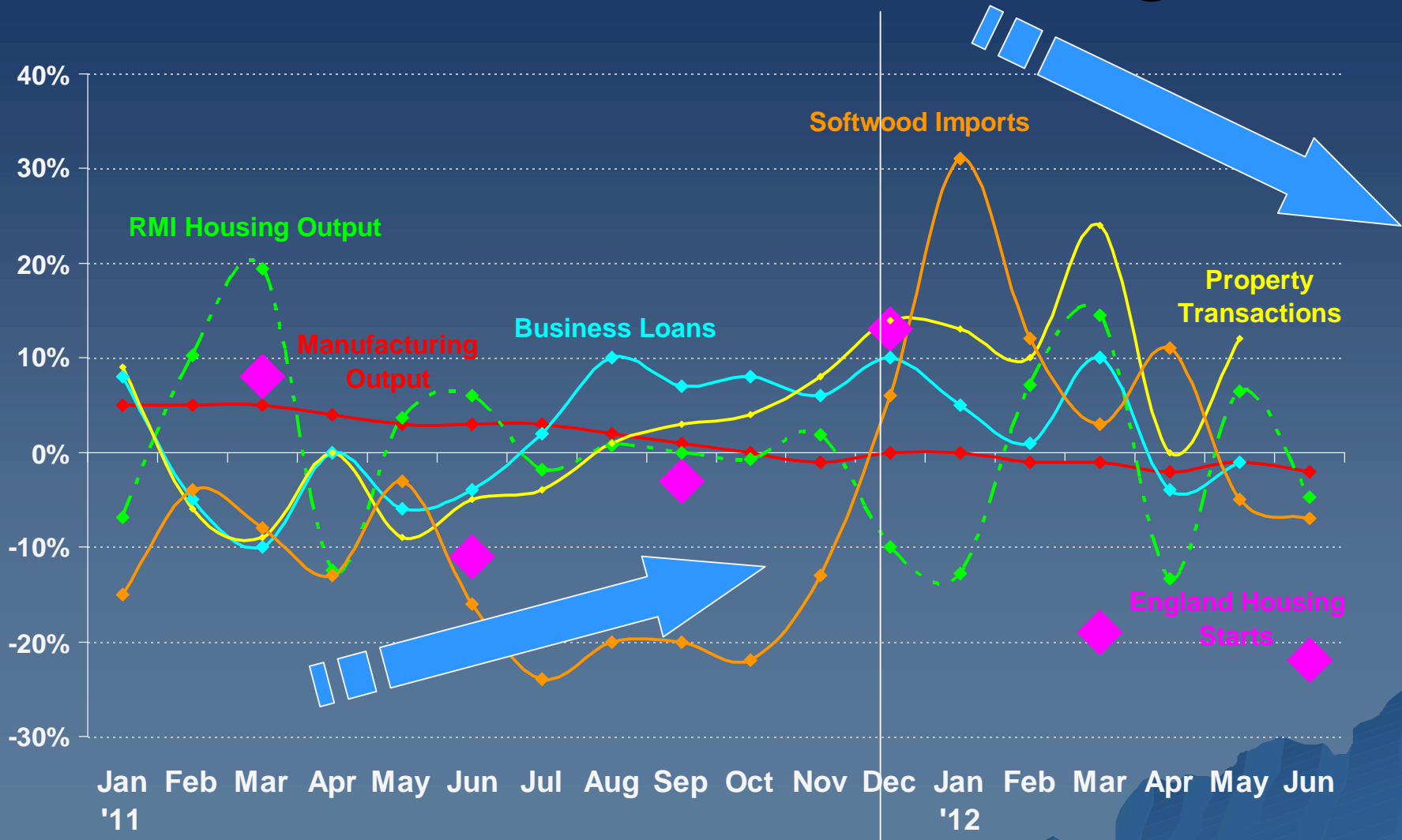


Better Times Ahead?

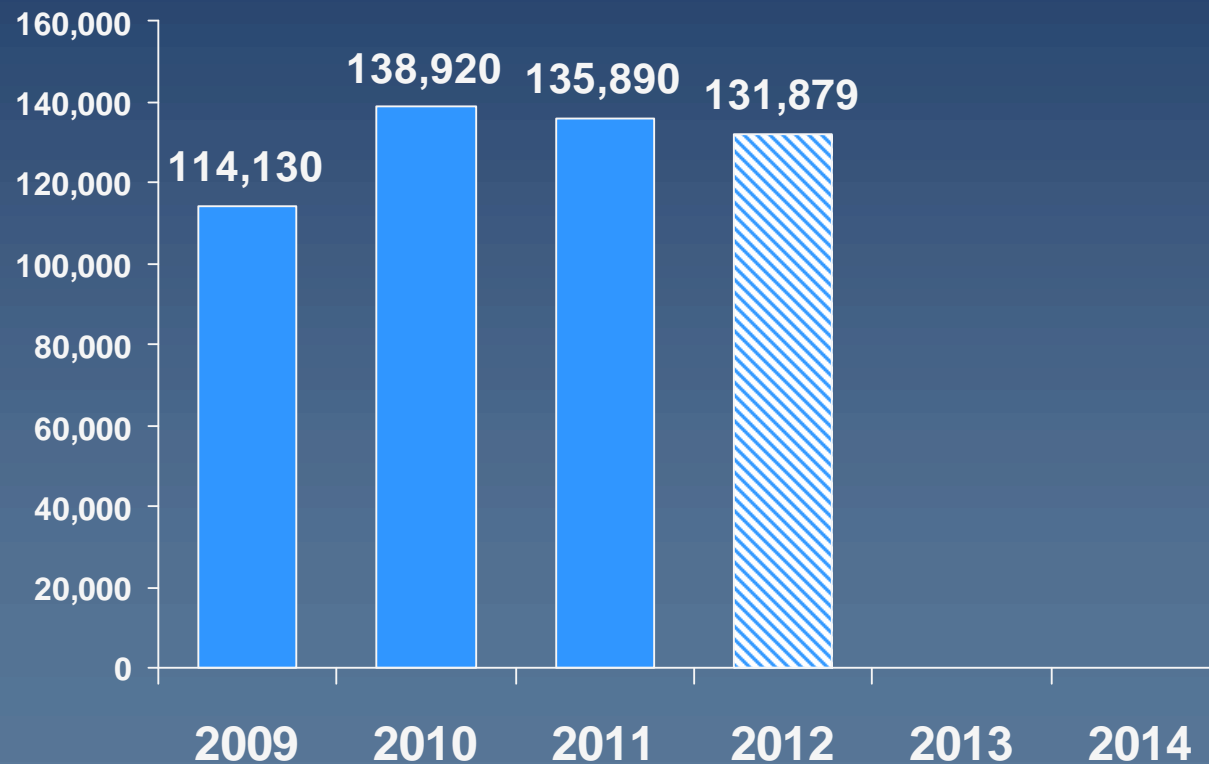
2012

Maybe.....

2012 – Another Year to Forget ?



Construction Products Association* – UK Housing Starts Forecasts



*CPA/*timbertrends*

HM Treasury Forecasts

Forecasts for 2012

	Independent*				Average of new* forecasts
	Averages		September		
	September	August	Lowest	Highest	
GDP growth (per cent)	-0.3	-0.2	-0.7	0.4	-0.3
Inflation rate (Q4: per cent)					
- CPI	2.1	1.9	1.5	2.7	2.2
- RPI	2.6	2.3	1.8	3.1	2.7
Claimant unemployment (Q4: mn)	1.63	1.67	1.57	1.80	1.62
Current account (£bn)	-36.0	-34.0	-55.3	-20.0	-37.2
PSNB (2012-13: £bn)	101.6	102.3	87.0	110.5	101.4

UK Softwood Consumption 2011 / 2010



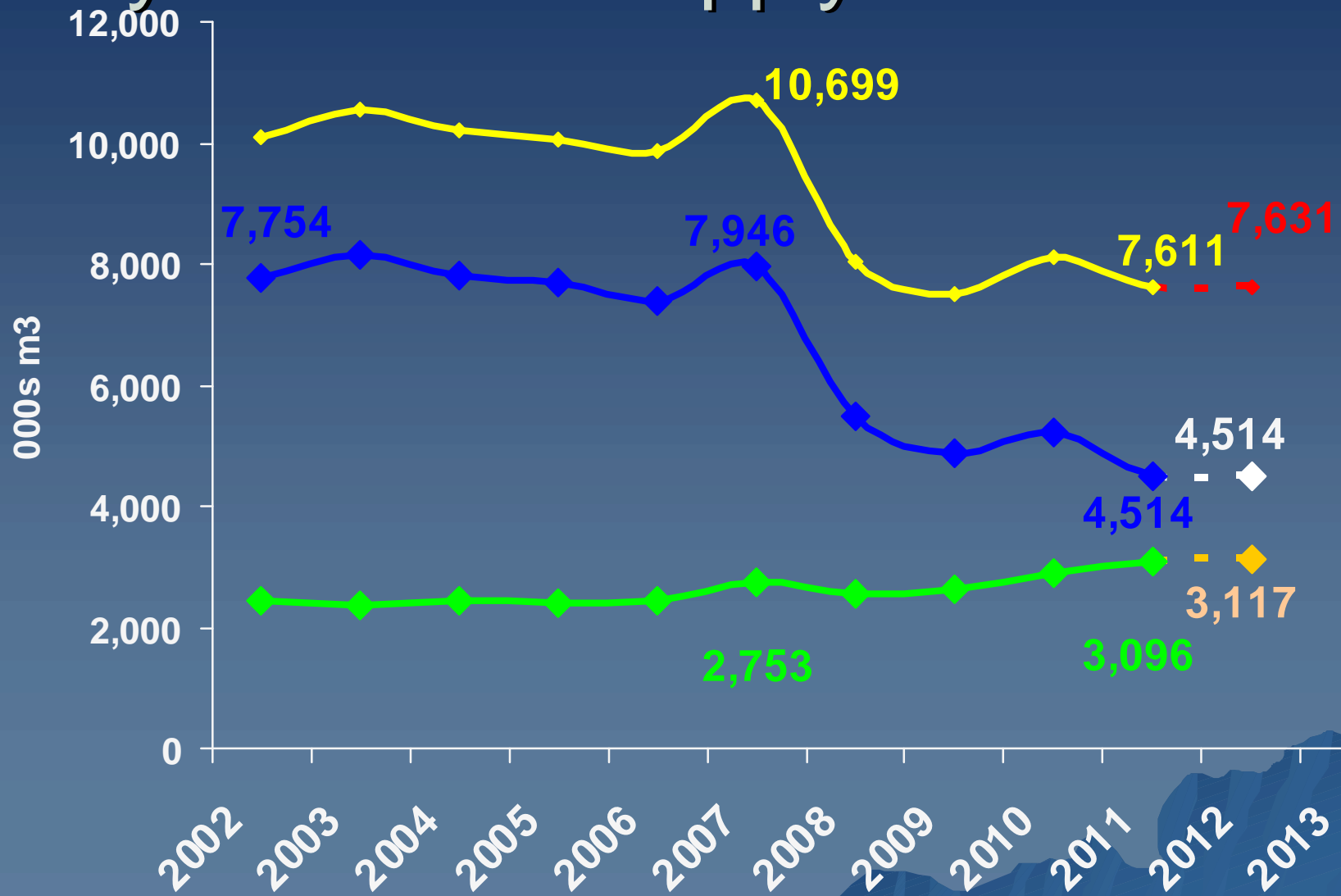
Softwood Consumption Forecast 2012 & 2013



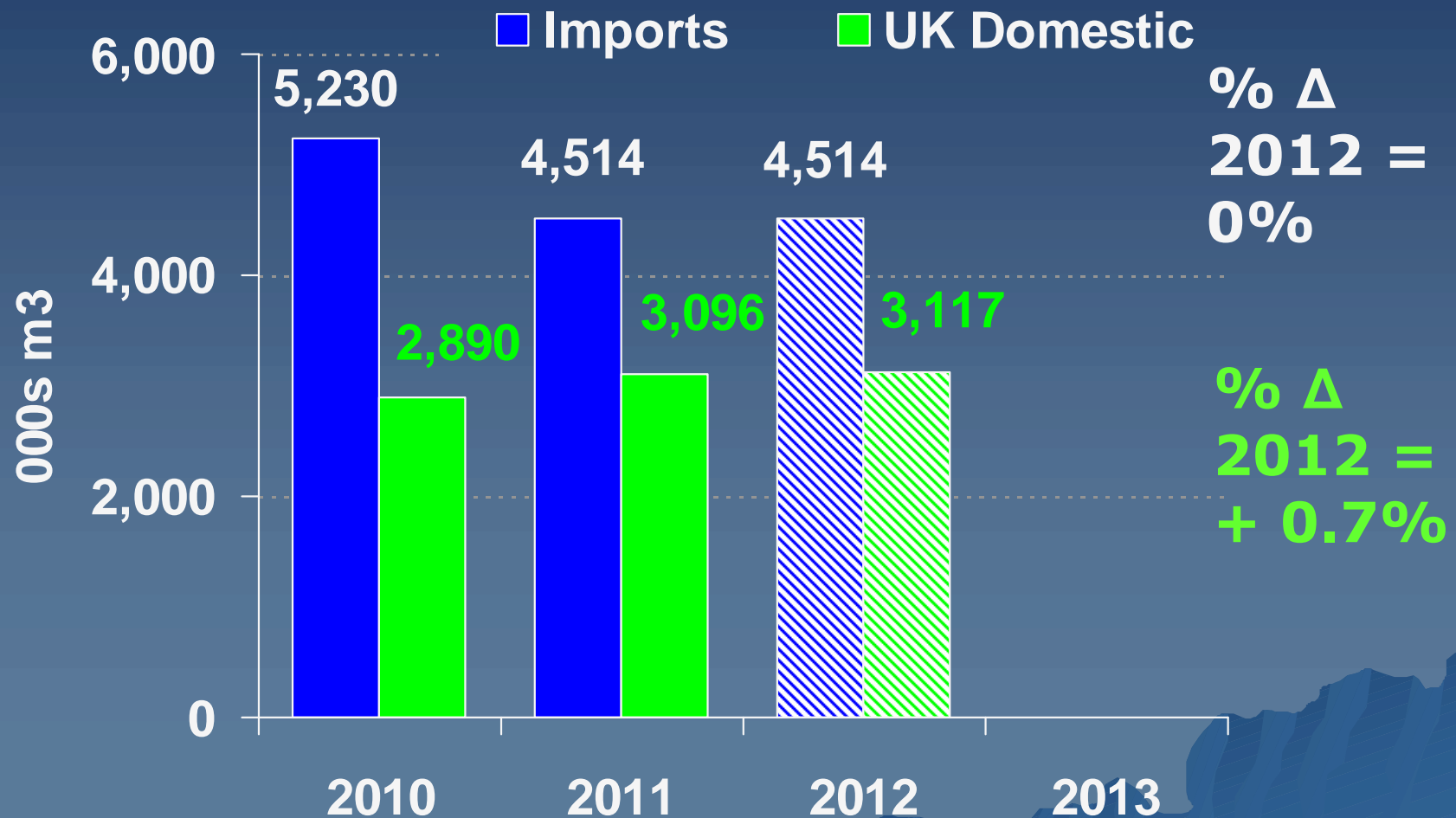
UK Softwood Consumption 2002-2011 & Forecast



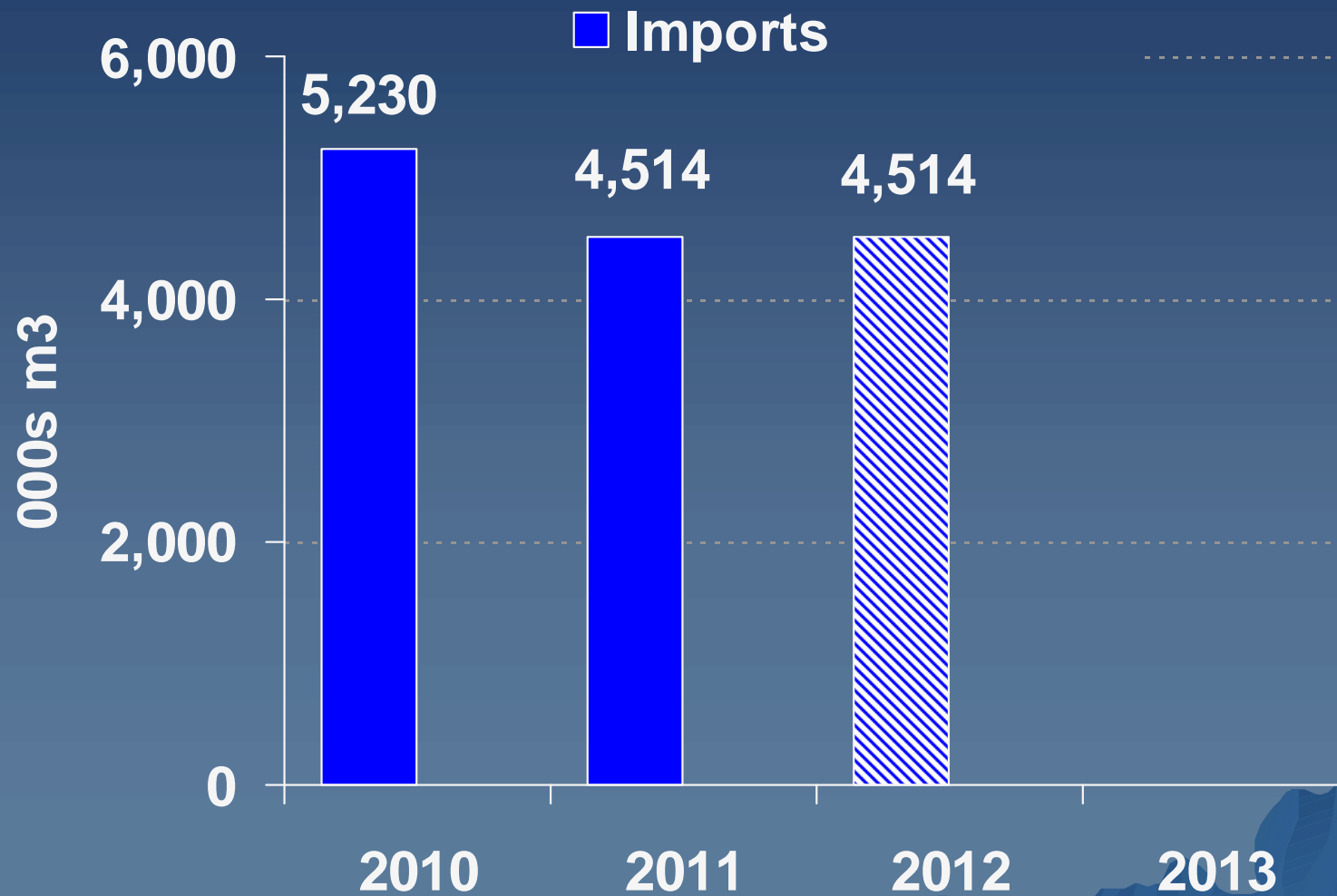
UK Softwood Consumption by Source of Supply 2002-2011



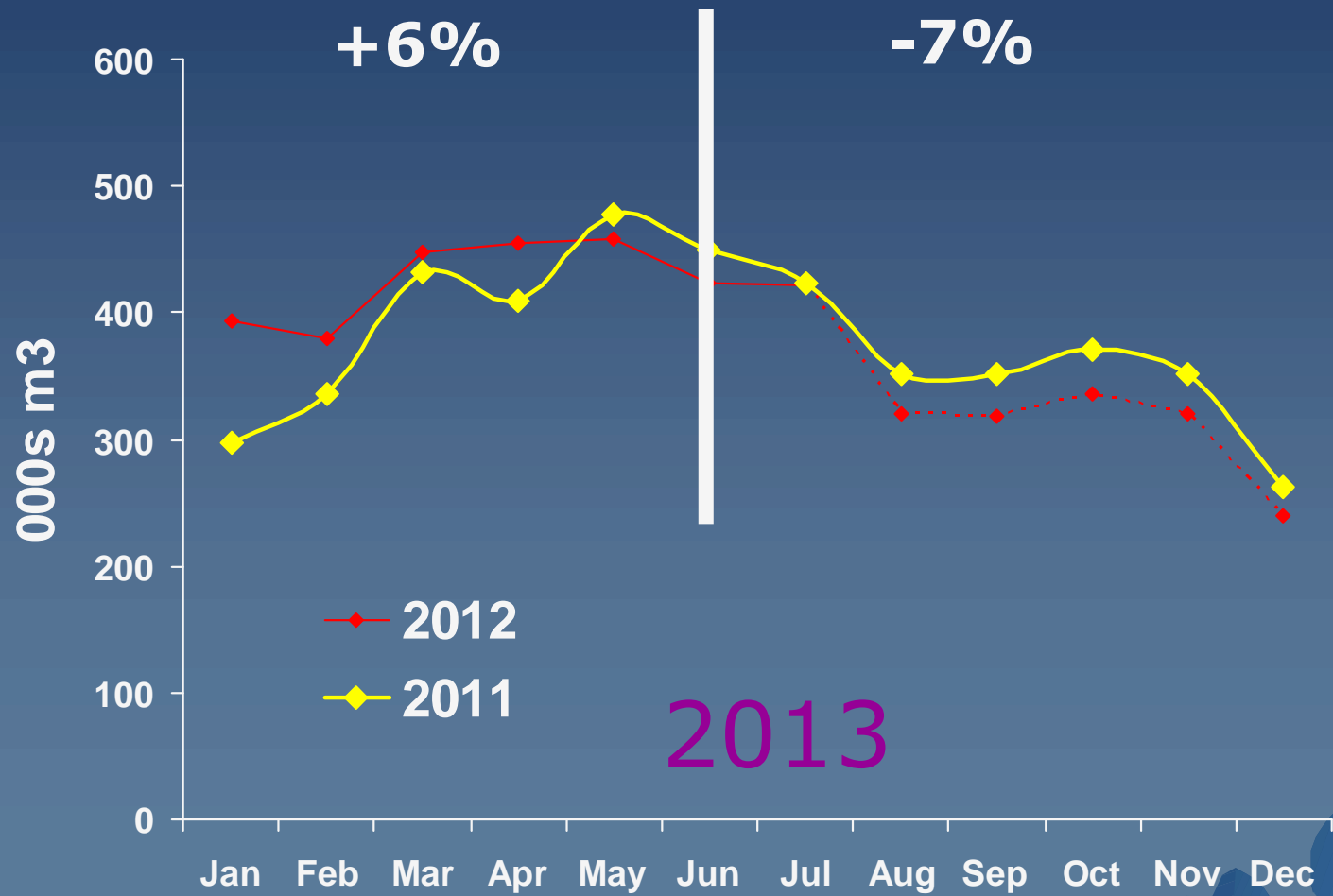
Imported & Domestic Consumption 2010 to 2012 – Volume Changes



NSD Softwood Import Forecast



NSD Softwood Forecast - Monthly



NSD Softwood Import Forecast



How Likely is Growth in 2013 ?

- ◆ New Housing
- ◆ RMI Housing
- ◆ Economic Factors

Construction Products Association* – UK Housing Starts Forecasts

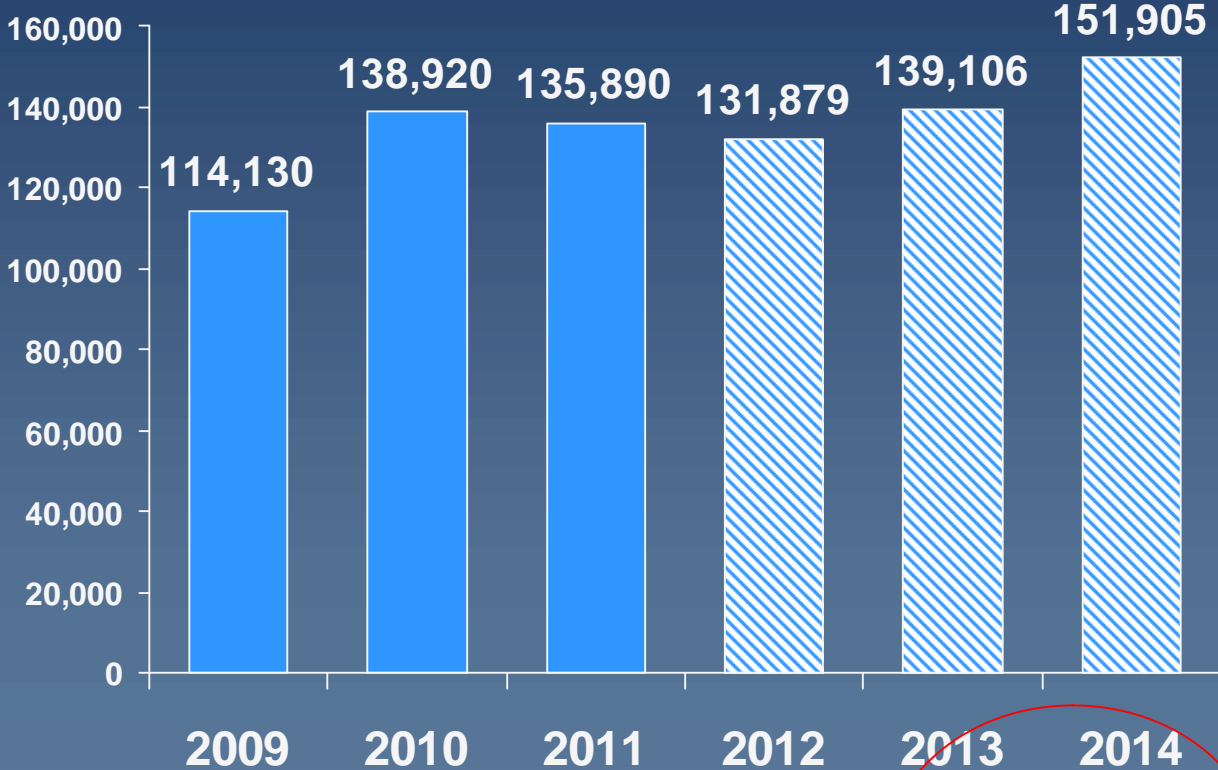


**2012/2011
= - 2.7%**

**2013/2012
= + 5.7%**

*CPA/timbertrends

Construction Products Association* – UK Housing Starts Forecasts



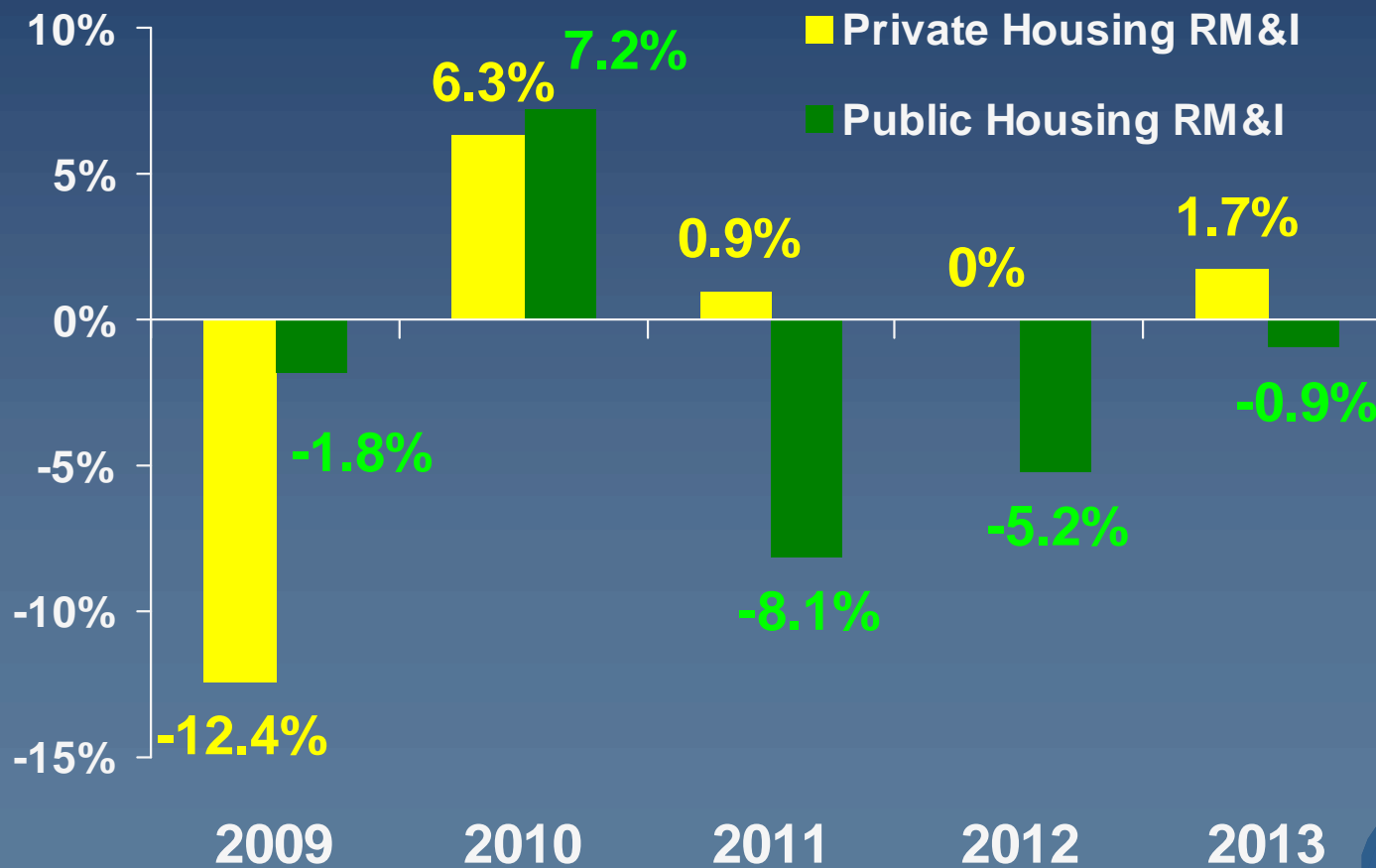
**2012/2011
= + 9.2%**

*CPA/timbertrends

Construction Products Association – Housing RMI Forecasts



Construction Products Association – Housing RMI Forecasts



HM Treasury Forecasts

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PSNB (2012-13: £bn)	101.6	102.3	87.0	110.5	101.4

Forecasts for 2013

	Independent*				Average of new* forecasts
	Averages		September		
	September	August	Lowest	Highest	
GDP growth (per cent)	1.2	1.3	0.3	2.1	1.0
Inflation rate (Q4: per cent)					
- CPI	2.0	2.0	1.5	3.3	2.0
- RPI	2.5	2.5	1.7	3.6	2.5
Claimant unemployment (Q4: mn)	1.68	1.73	1.52	1.90	1.69
Current account (£bn)	-32.6	-29.9	-72.4	-15.4	-33.7
PSNB (2013-14: £bn)	112.7	110.6	96.0	134.5	114.8

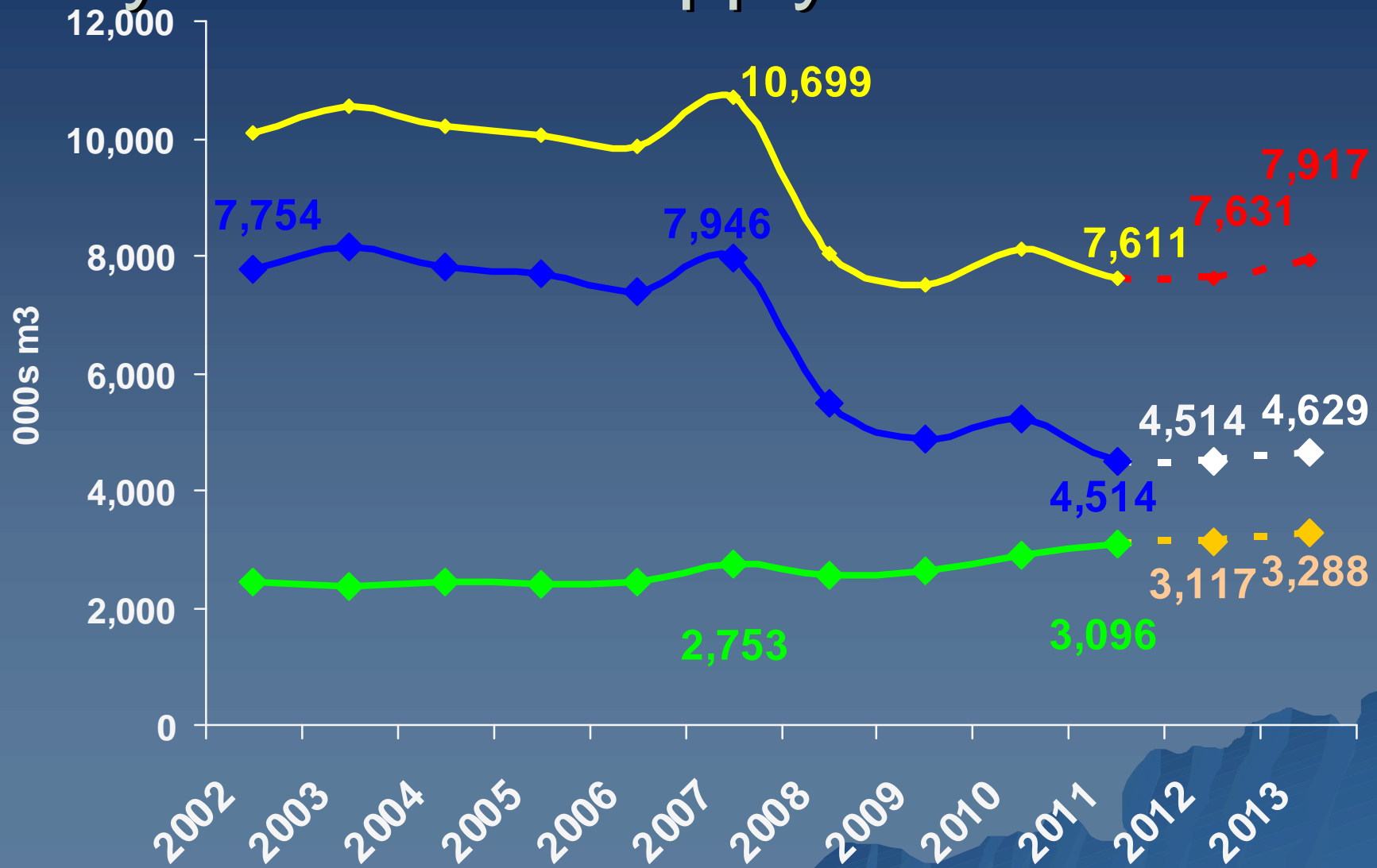
Softwood Consumption Forecast 2012 & 2013



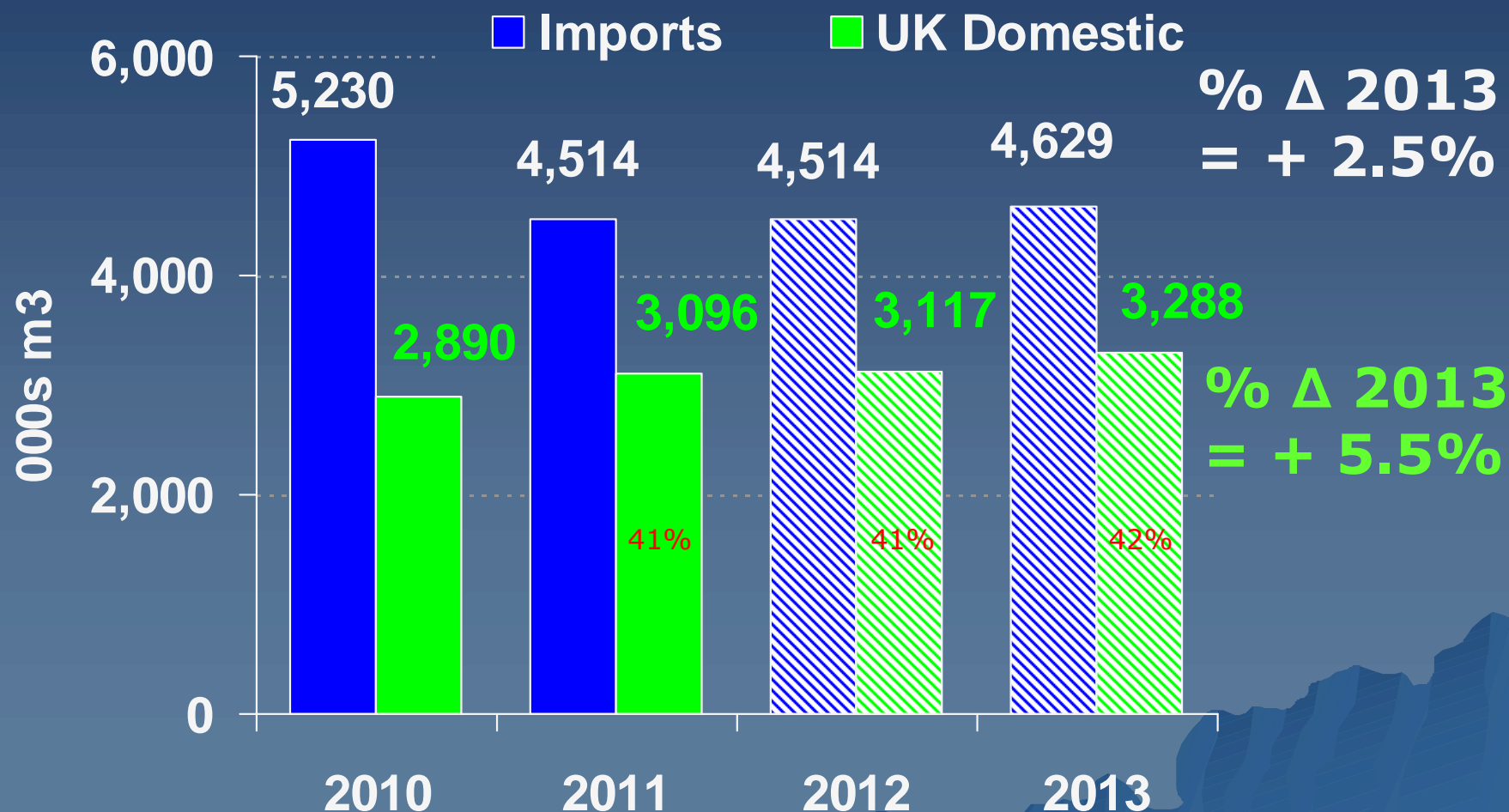
UK Softwood Consumption 2002-2011 & Forecast



UK Softwood Consumption by Source of Supply 2002-2011



Imported & Domestic Consumption 2010 to 2013 – Volume Changes



The Long Road to Recovery

	Independent average				
	2012	2013	2014	2015	2016
GDP growth (per cent)	0.5	1.8	2.2	2.4	2.3
Inflation rate (per cent)					
- CPI	2.6	2.0	2.1	2.2	2.3
- RPI	3.2	2.6	2.9	3.3	3.7
Claimant unemployment (mn)	1.74	1.81	1.75	1.64	1.50

Light at the End of the Tunnel?

