

SILVERWOOD FOREST

14th July 2008

To: All Silverwood Forest and Land Partnership partners

Re: 2008 Taxable profit for Silverwood Forest partners

2008 Tax losses for Silverwood Land partners

Dear Silverwood partners,

Please note section IE 1(2B) of the Income Tax Act 1994; this limits the use of special partnership losses where the partner has no assessable income (this was also introduced at the time of the repeal of HC 1)

If you have already filed your 2008 return we attach below a suggested letter that you could send to the IRD.

TAXABLE PROFIT

For each partnership unit the 2008 loss is as follows:

	This Year-2008
<u>Silverwood Forest special partnership</u>	
(IRD Registration number 44-981-053)	\$ 322.02 per unit
<i>(Loss for Last year-2007 \$NIL p/u)</i>	

[This year Silverwood Forest Partnership made a profit. Because all prior tax losses were used up in the 2007 year, this results in a taxable profit in the 2008 tax year.]

TAX DEDUCTIBLE LOSSES

<u>Silverwood Land special partnership</u>	
(IRD Registration number 57-129-751)	Loss \$ 66.46 per unit
<i>(Loss for Last year-2007 \$ 127.09 p/u)</i>	

Units held by you:

The proxy form send to you last week has a label on the top right which indicates the name, address and the number of units our records show you hold: (1F,4L) means 1 Forest (SFP) unit and 4 Land (SLP) units.

Yours Sincerely,

Peter Bould
Director

DATE / /

The Inland Revenue Department

[Use the address of the IRD where you filed your tax return for 2008]

RE: [enter here your IRD number]

I have just been informed of tax profits and tax losses arising from my being a partner in the Silverwood Forest.

TAXABLE PROFIT

Silverwood Forest special partnership

(IRD Registration number 44-981-053)

PROFIT \$ 322.02 per unit

TAX DEDUCTIBLE LOSSES

Silverwood Land special partnership

(IRD Registration number 57-129-751)

(Loss for Last year-2007 \$ 127.09 p/u)

LOSS \$ 66.46 per unit

These items were omitted from my tax return for the 2008 year.

Not included in my return were:

	RWT	No units	Loss per unit	Total Loss
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TAXABLE PROFIT

Silverwood Forest partship

NIL X \$322.02 = \$.....

TAX DEDUCTIBLE LOSSES

Silverwood Land partship

NIL X \$66.46 = \$.....

Would you please adjust my income tax return to incorporate these losses.

Yours faithfully,

Name:

Address: