



FORESTRY

Uruguay, silvicultural center



**FORESTRY
TIMBER**

Uruguay, a favorable business environment

Forestry area:

4 million hectares of priority areas
75% available

High quality management of forests:

High growth rate of trees
Climate and soil conditions

Abundant supply of pine timber

100% FSC and PEFC Certifications

Human resources quality

Genetic improvement

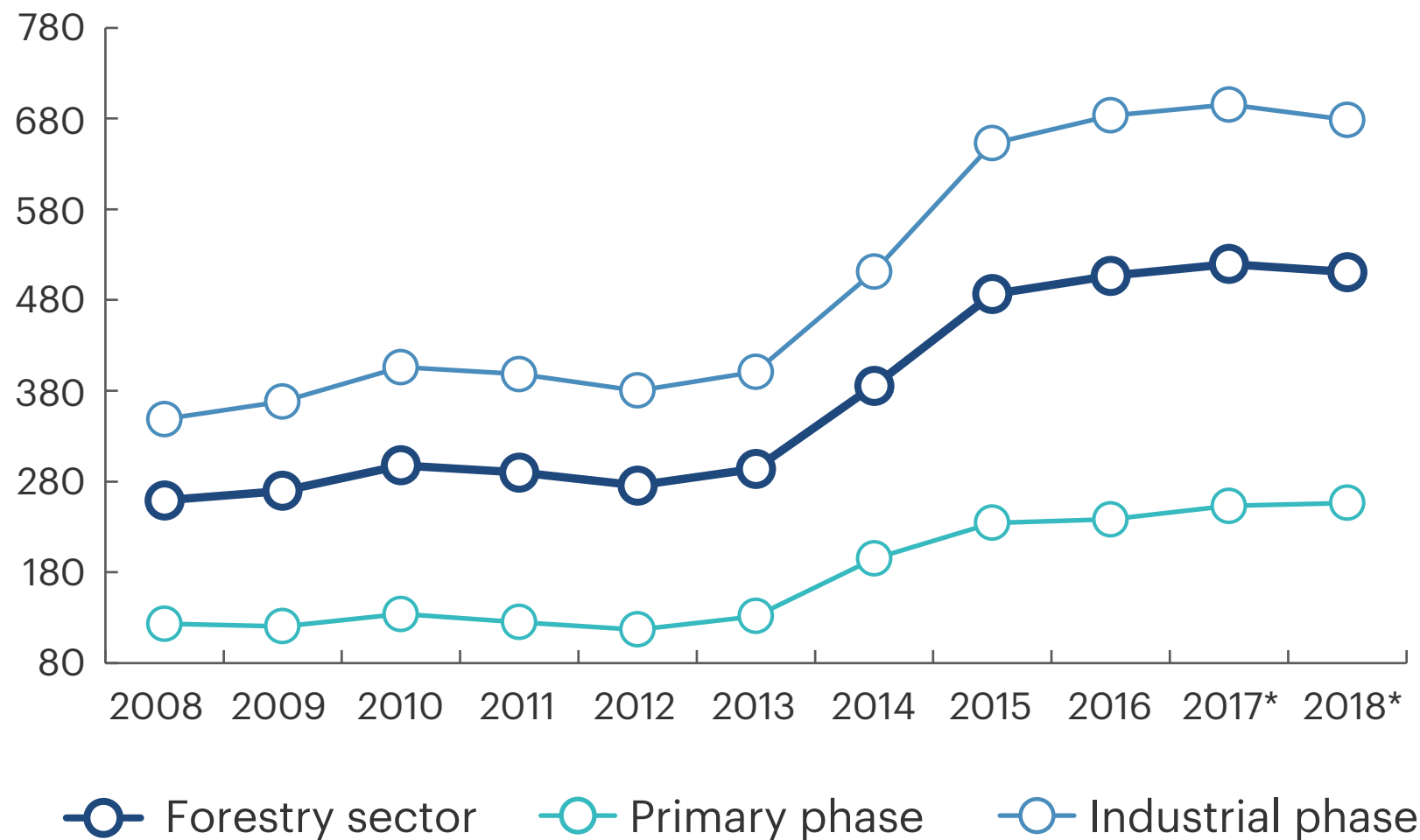




FORESTRY TIMBER

Sector in expansion

GDP - Forestry timber (Index 2015=100)



Industrial chains

Pulp
Plant

Mechanical
transformation

Primary
production

Energy

7% average annual
growth rate

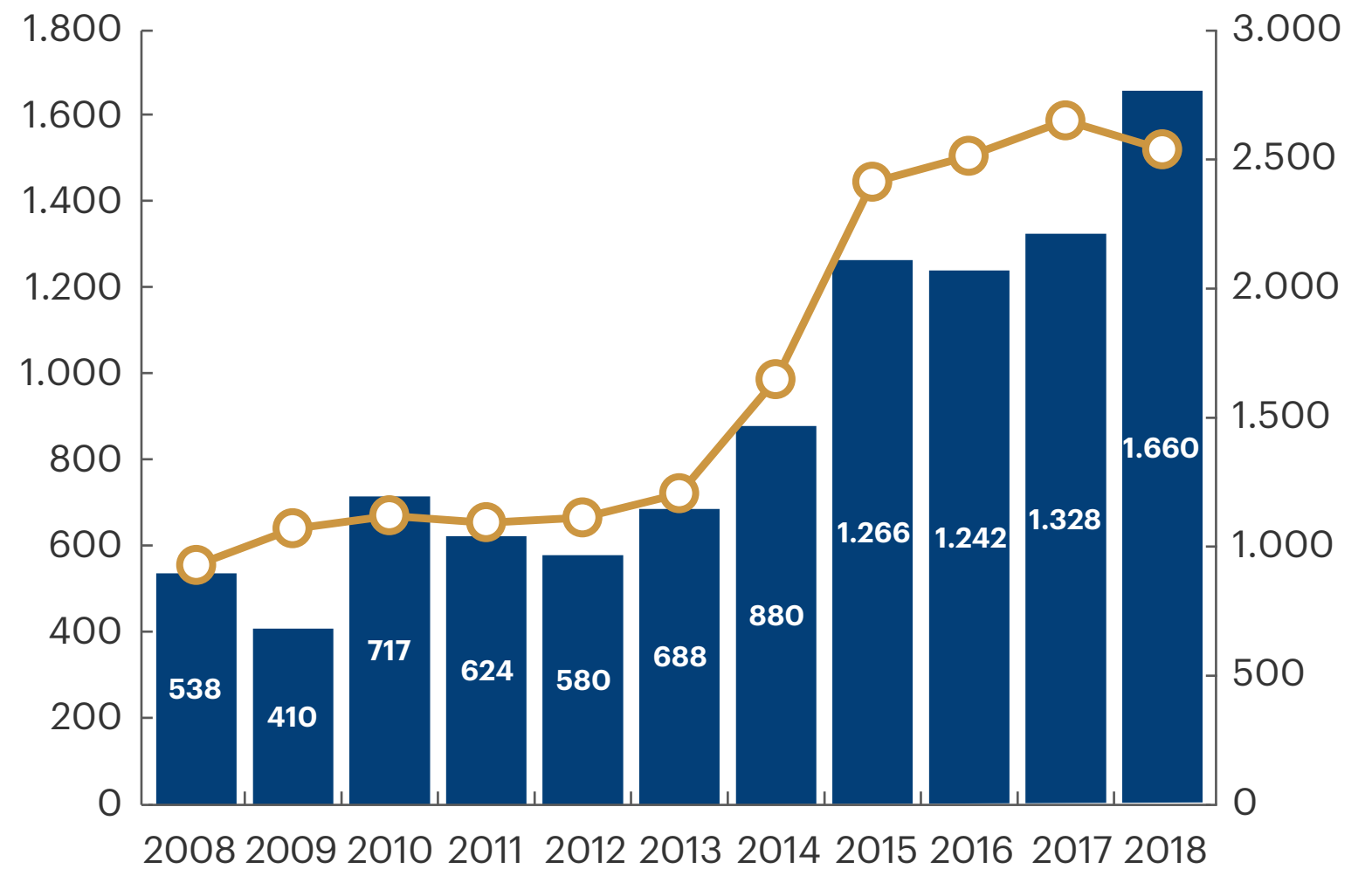


FORESTRY
TIMBER

#3 world exporter
of short fiber pulp



18% of total exports
of goods in the country (2018)



■ US\$ mill (left axis)

—○— Thousands of tons (right axis)

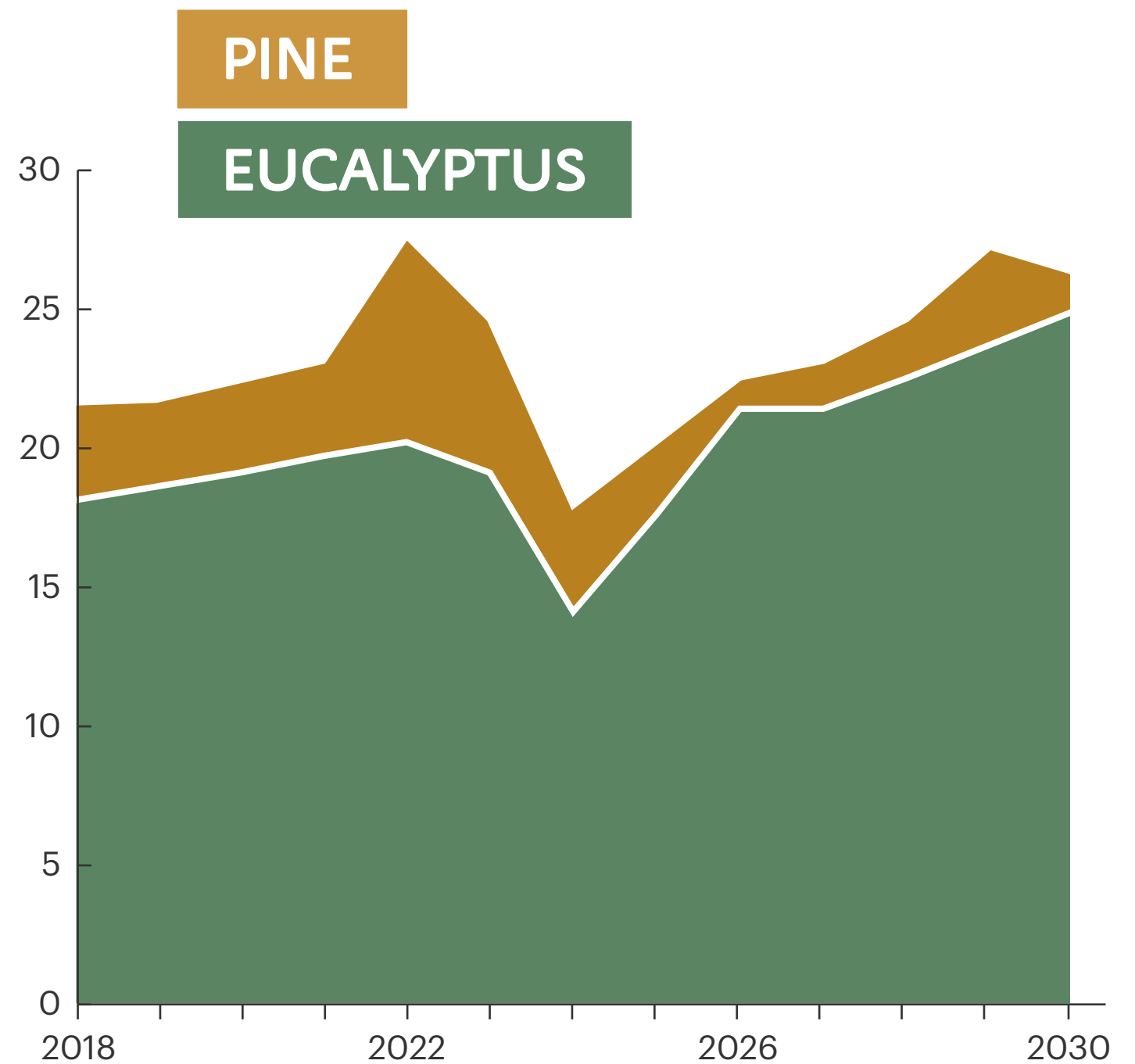


**FORESTRY
TIMBER**

Wide availability of raw material



Projection of timber supply (millions of m³)



Source: Uruguay XXI based on private consultancy firm - Faroppa Studio.



**FORESTRY
TIMBER**

Attractive tax incentives

Forestry Law

N° 15.939

Declared of national interest

Tax benefits

CORPORATE INCOME TAX

Its exploitation will not be computed for the purposes of the Income Tax on Economic Activities (up to 100% of the amount effectively invested).

NET WORTH TAX

Its value or extensions will not be computed for the determination of the taxable amount

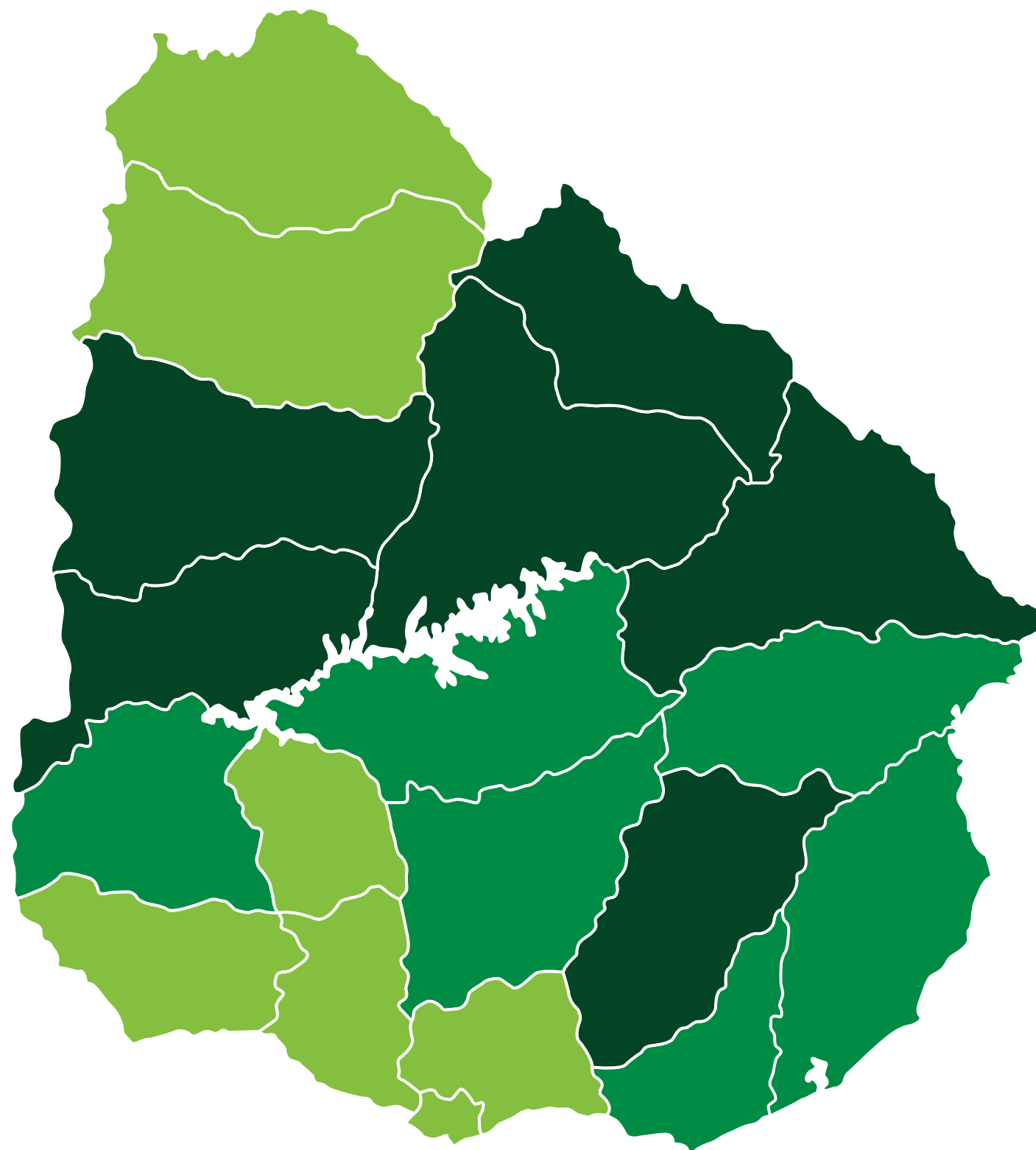
REAL ESTATE CONTRIBUTION

Exemption of the rural real estate contribution.

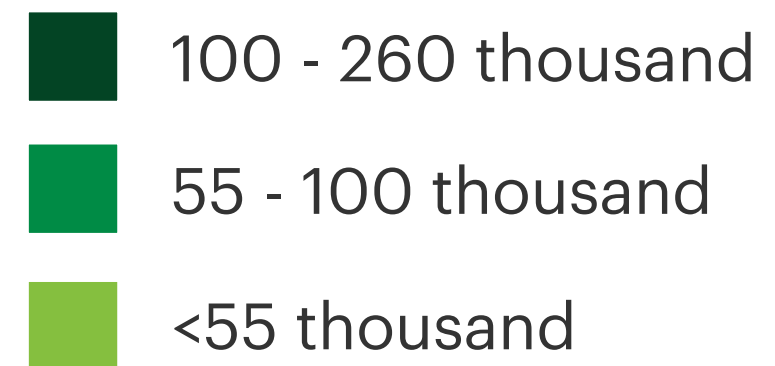




Forested hectares by region



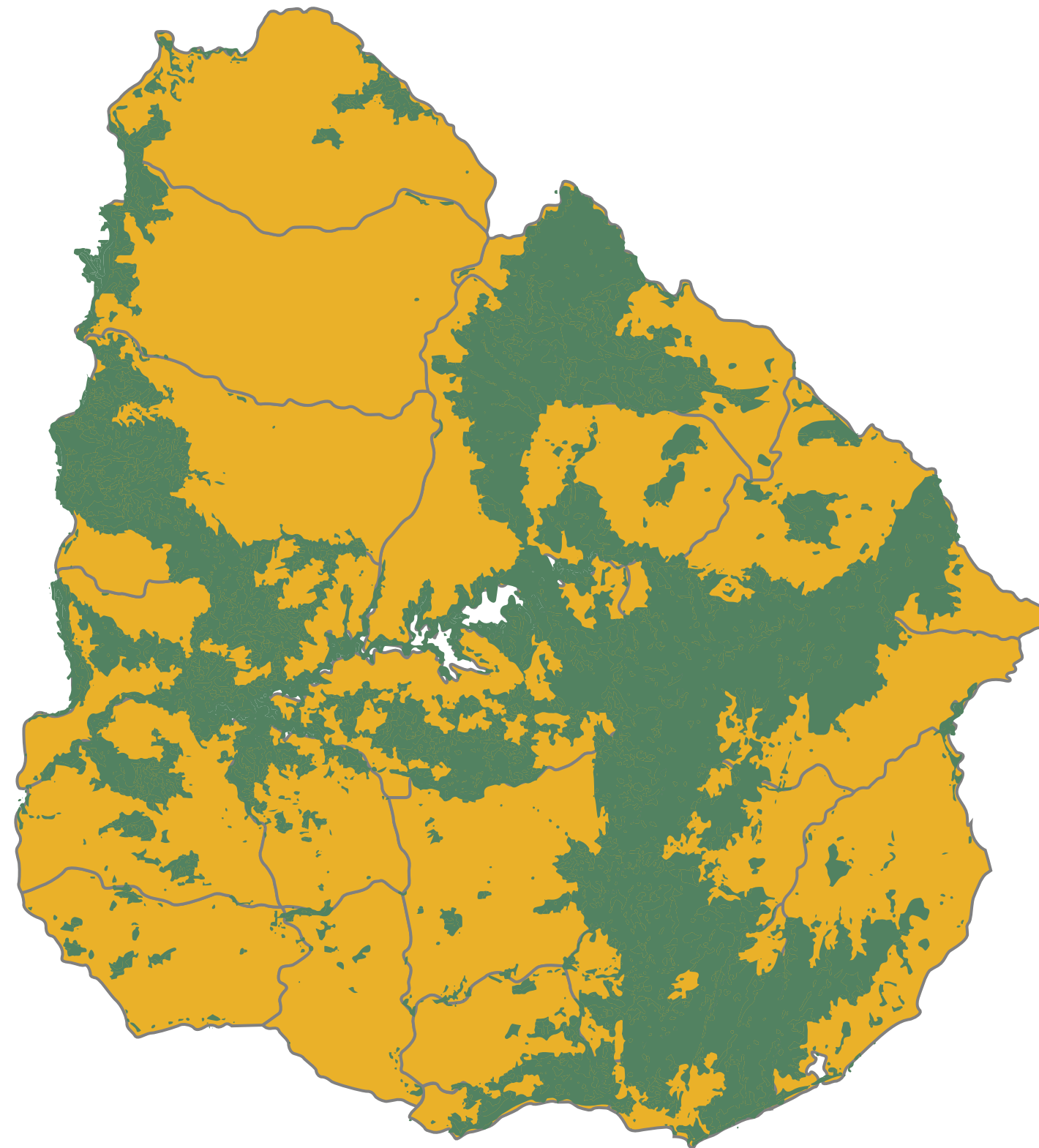
Number of hectares per department





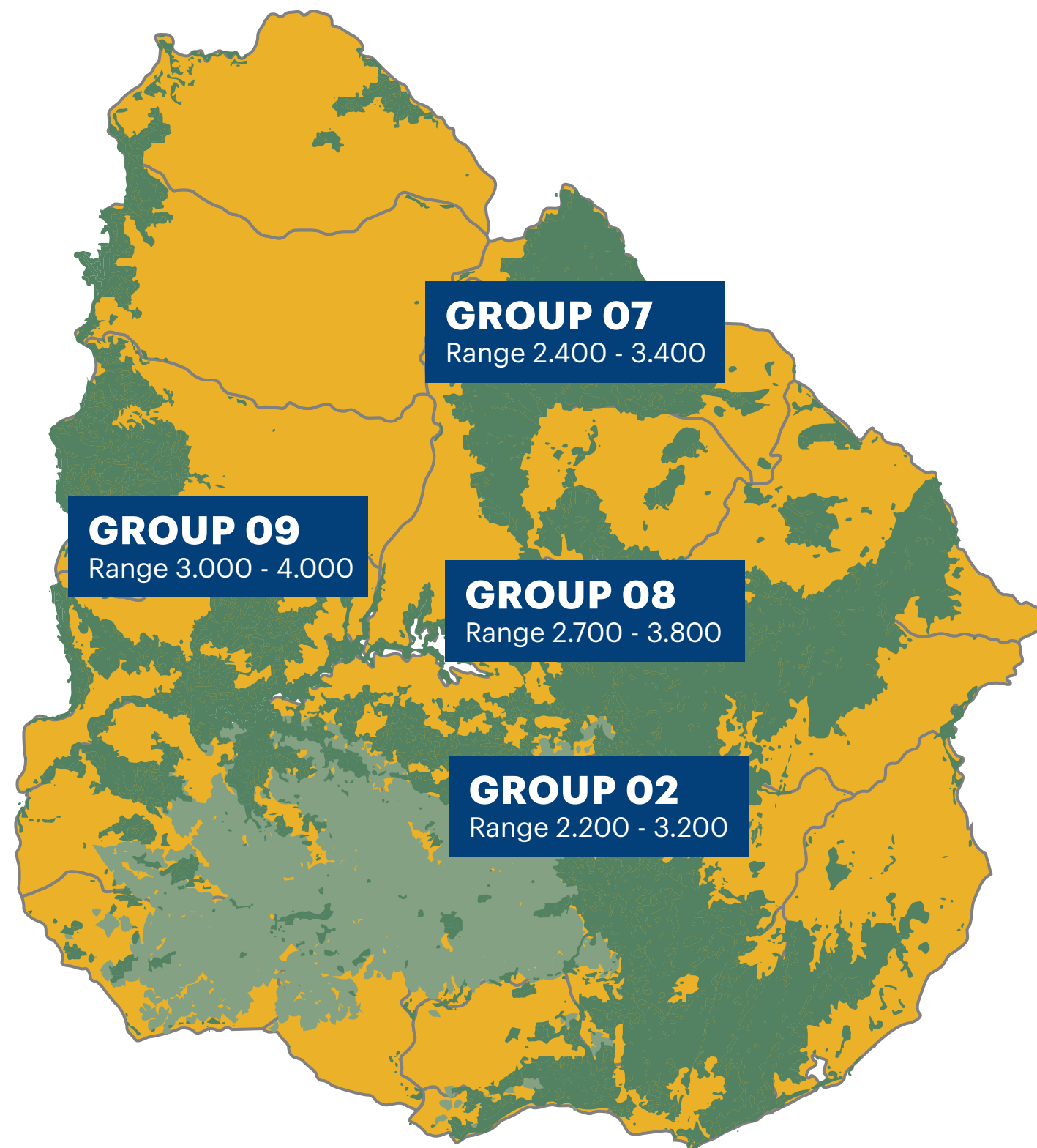
**FORESTRY
TIMBER**

Soil availability





■ Forestry
priority soils
4.000.000 ha

75%
available



**Forest Soils
(US\$/ha)**

-  CONEAT forest priority soils
-  CONEAT 5.02b soils



FORESTRY
TIMBER




Transportation network



**The densest
ROAD NETWORK
in Latin America**

**3.000 km
railways**

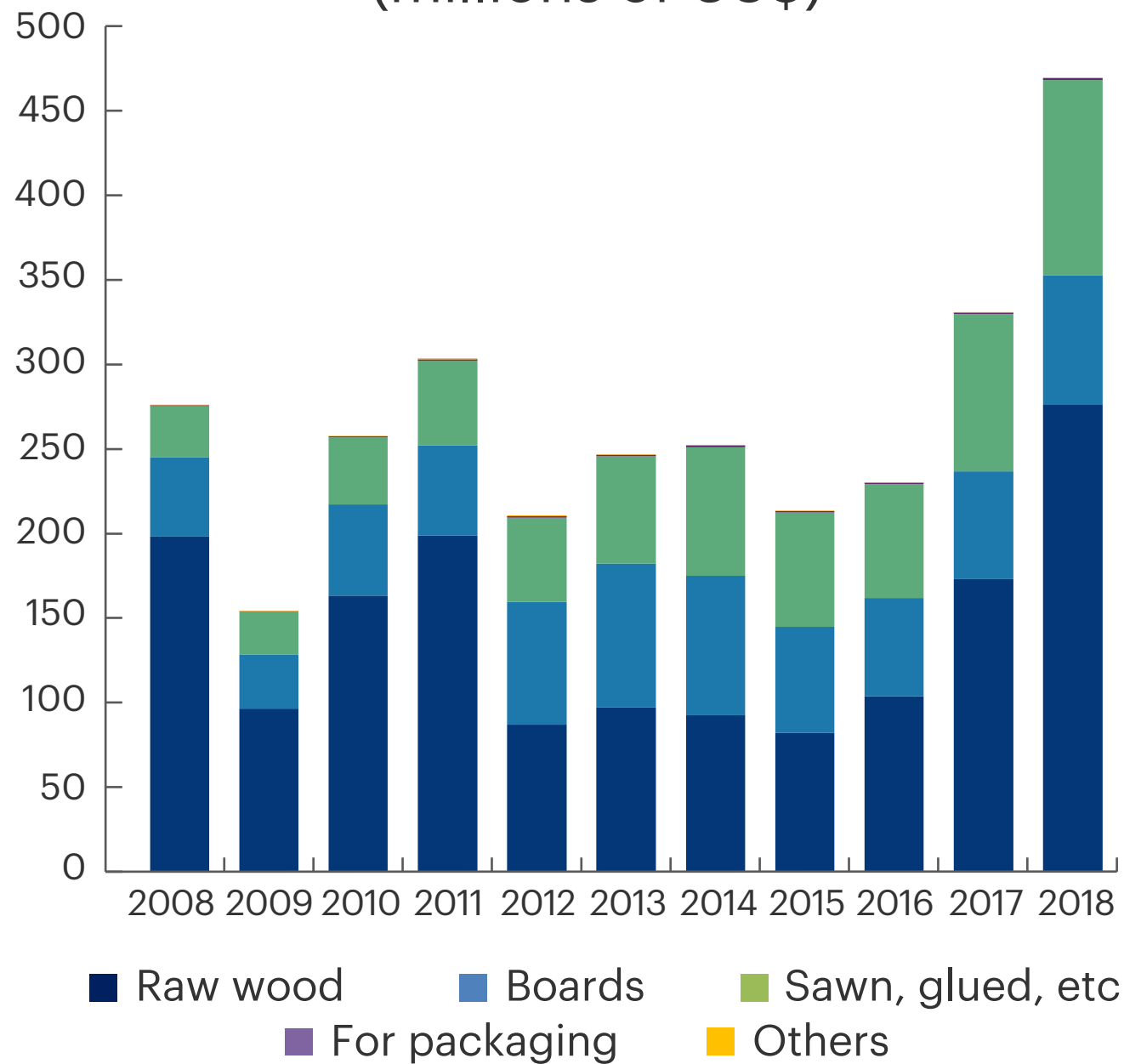
**8.776 km
road network**

-  Railways
-  Main national routes
-  Main commercial ports



FORESTRY TIMBER

Wood and wood products exports (millions of US\$)



Most exported products:

- Roundwood
- Chips
- Sawn wood
- Boards





FORESTRY
TIMBER

Forestry companies that have chosen Uruguay



storaenso



STAFFORD
CAPITAL PARTNERS



UPM



LUMIN®



PONSSSE