

To: David Mark[David.Mark@moypark.com]; Willy Patton[Willy.Patton@moypark.com]; Tom McKeown[Tom.McKeown@moypark.com]
Cc: Brian Gibson[Brian.Gibson@moypark.com]; Paul Longstaff[Paul.Longstaff@moypark.com]
From: Niall McKeown
Sent: Tue 3/25/2014 11:34:46 AM
Importance: Normal
Subject: RE: 2STD PLUS 2x House site 66x280 March 2014 Biomass Update
MAIL_RECEIVED: Tue 3/25/2014 11:34:47 AM

Morning David,

Per our conversation - Evaluating the numbers in your Biomass proposal from the accountant's viewpoint...

- Annual gas amount based on the crop size and crop cycles is £22,139 on higher welfare and £22,064 on std broiler in comparison to the annual usage of £20,000 stated in the "Biomass Heating" section – I believe we should make this ~£22k

- Calc on the RHI is $400,000 \text{ KW} * £0.061 = £24,400$ @ 90% becomes £21,960 in comparison to the £20,000 – this should be restated to £21,960

- The last paragraph should be removed – let the famers accountants work it through – if we give an indication of income we will have to justify the base assumptions on what level of CAPEX, tax allowances, tax rates either personal or company etc. etc. I believe it could open a can of worms and it will be specific to each farmer's circumstances

Overall as we discussed gives the direction that Biomass is a good idea and improves the cash flows through the leaner years.

On the hot water heating upgrades I've pencilled in some time with Bill tomorrow to review and will in touch afterward.

Thanks,

Niall

From: David Mark
Sent: 19 March 2014 11:15
To: Willy Patton; Niall McKeown; Tom McKeown
Cc: Brian Gibson; Paul Longstaff
Subject: 2STD PLUS 2x House site 66x280 March 2014 Biomass Update

We are proposing to use this illustration going forward for the GfG 2 HWF broiler House.

It contains the Biomass Option as a given and this increases the income projections (before tax) from £30-35K to £40 – 47K

This is significant – the changes and assumptions I have used are on pages 5&6 and are now marked in **RED**

This is a significant change and I need and I want to ensure we are all on board as I do this.

Feedback would be appreciated – Tom are you happy to support this and discuss it with the 2 committees?

David