

**Phaunos Timber Fund Limited (AIM: PTF) Announces Senior Appointments
to FourWinds Timber Management team**

FourWinds Capital Management, the Investment Manager of Phaunos Timber Fund Limited (“Phaunos” or the “Company”), has appointed three senior executives to join Liane Luke, Head of the Timber Group, and two internationally recognised consultants, to create an impressive timber investment management team following the Company’s recent listing. Phaunos is a global timberland investment company with a strong emphasis on ethical, sustainable investing.

Liane Luke, a non-executive director of the Company, joined FourWinds Capital Management in 2006 to head timberland investment management. Prior to joining FourWinds she had been a Principal and Managing Director with Resource Management Service in the US and had formerly been with the Hancock Timber Resource Group in Boston. She is now joined by Michael Clasby, formerly a Partner at GMO Renewable Resources in Boston managing their Latin American forest investment portfolio. In addition, Mr Clasby most recently founded Forvest, which specialized in creating investable and sustainable Latin American timberland and timber-related businesses.

Phaunos is also pleased to announce that Mr. Mason Browne, CFA, has joined the timber team at FourWinds. Mr. Browne was formerly Director of US Investments for Global Forest Partners where he served on the investment committee reviewing both US and international opportunities. He has over 28 years of experience in timber and timberland investment management, including serving as Chief Forester and Manager of Stewardship (i.e., environmental responsibility) for Hancock Timber Resource Group.

Also joining FourWinds Capital Management is Ms. Kristen Kleinman, previously Manager or Acquisitions Analysis at Hancock Timber Resources in Boston. Ms. Kleinman has extensive experience of timberland investment assessment and acquisition for major US institutional portfolios, and has assessed opportunities in North America, South America, Australasia and Northern Europe.

Dr. Jack Lutz, Founding Principal of Forest Research Group (FRG) with over 25 years of experience in timberland investment experience with institutional investment organizations, as well as in academic, research and consulting positions, has agreed to serve on Phaunos’ Advisory Committee and as consultant to the Phaunos Investment Committee. An internationally recognized expert and speaker at timberland investment seminars and conferences, he has worked as Resource Economist for James W. Sewall Company, and formerly as Senior Forest Economist at Hancock Timber Resource Group prior to founding FRG.

In addition, BKR Global, LLC., the US-based forest resource management and consulting firm, has been retained by FourWinds as a consultant for acquisitions sourcing, valuation, and due diligence. BKR has extensive experience in forest management, including acquisition, long-term asset planning, reforestation and harvesting. Its clients range from non-industrial private forestland owners and timberland investments organisations to state and federal agencies, and include Georgia Pacific, St. Regis Corp., Timbervest, RMK, FIA and International Paper.

Chris Armitage, previously Investment Controller at J. Sainsbury's pension fund, also recently joined FourWinds as head of its UK investment team, and will be a member of the investment committee for the Phaunos Timber Fund and other FourWinds funds.

Commenting on this enhanced team, Mr. Keith Oates, Chairman of Phaunos Timber Fund, said:

"I am delighted that Liane Luke has assembled such an impressive timberland team at FourWinds Capital. Combined, they represent a breadth of experience in international timberland investment and management skills which will provide Phaunos with an outstanding platform going forward. I am confident that we now have the team in place to build a global portfolio of timberland investments and create significant value for shareholders."

Enquiries:

Further information about Phaunos Timber Fund Limited may be found on the Company's website at www.phaunostimber.com.