



DIVISION OF  
CORPORATION FINANCE

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549

Mail Stop 3561

October 16, 2008

Mr. Colin Baird  
Chief Financial Officer  
Australian Forest Industries  
4/95 Salmon Street  
Port Melbourne, Victoria, Australia 3207

**Re: Australian Forest Industries  
Form 10-KSB for the Year Ended December 31, 2007  
Form 10-QSB for the period ended March 31, 2008  
File No. 000-25909**

Dear Mr. Baird:

We have completed our review of your Form 10-KSB and related filings and have no further comments at this time.

Sincerely,

David R. Humphrey  
Branch Chief