



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