

CENTAURI PROPERTY GROUP PTY LTD
ACN 136 453 819
(In Liquidation)

Circular to Creditors

30 March 2017

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Annexures

- A - Schedule of Liquidator's remuneration

1.0 Introduction

- 1.1 I refer to my Circulars to Creditors dated 13 March 2014, 15 April 2015 and 1 February 2016.
- 1.2 As you are aware, I was appointed Liquidator of Centauri Property Group Pty Ltd (“the company”) on 16 January 2013 pursuant to a resolution to place the company into liquidation passed at the second meeting of creditors (during the voluntary administration of the company).
- 1.3 The purpose of this report is to update you on the progress of the liquidation in accordance with Section 508 of the Corporations Act 2001 (“the Act”).

2.0 Receipts and payments

- 2.1 The table below sets out the receipts and payments in the liquidation of the company to 5 April 2017:

	Amount \$
Receipts	
Cash at bank on appointment	30,000
Interest	44
FEG advance	67,481
Total receipts	97,525
Payments	
FEG distribution to employees (incl. PAYG)	67,481
Bank charges	24
Voluntary Administrator’s fees	27,273
Liquidator’s fees	1,385
Liquidator’s disbursements	
Advertising	400
Faxes	20
Photocopying	40
Postage	237
Printing	572
Searches	34
Stationery	1
Telephone	54
GST (net)	4
Total payments	97,525
Cash at bank as at 5 April 2017	Nil

3.0 Investigations

- 3.1 As you are aware, I have completed my investigations and concluded that the directors of the company are liable for insolvent trading. However, both of the company's directors, Mr Robin Cornish and Ms Victoria Tinley, were declared bankrupt.
- 3.2 I have been advised that there are sufficient funds in Ms Tinley's bankrupt estate to pay a dividend to unsecured creditors. I am currently in the process of substantiating my claim against Ms Tinley's bankrupt estate.
- 3.3 I will advise creditors in due course if any recoveries are made in this respect.
- 3.4 As reported previously, I have been advised Mr Cornish's bankrupt estate will not produce any dividend for unsecured creditors.

4.0 Secured creditors

- 4.1 As previously advised, BHP Billiton Iron Ore Pty Ltd ("BHP") holds a circulating and non-circulating charge over the company.
- 4.2 On 1 November 2012 Messrs Vincent Smith, Mark Summers and Adam Nikitins of Ernst & Young, Perth, were appointed as Receivers and Managers.
- 4.3 I advise that on 22 September 2014 the Receivers and Managers retired and I have been advised by the Receivers and Managers that a significant shortfall has been suffered by BHP.

5.0 Priority creditors

- 5.1 It appears unlikely that a dividend will be paid to priority creditors of the company.

6.0 Unsecured creditors

- 6.1 It appears unlikely that a dividend will be paid to unsecured creditors of the company.

7.0 Liquidator's remuneration

- 7.1 Fees incurred in the liquidation for the period 16 January 2013 to 28 February 2017 are \$115,849.00 (excluding GST). See Annexure A.
- 7.2 At the meeting of creditors held on 16 January 2013, creditors approved Liquidator's fees to a limit of \$50,000.00 (excluding GST).
- 7.3 To date, I have drawn Liquidator's fees of \$1,385.59 (excluding GST). I note that I have also drawn Voluntary Administrator's fees of \$27,272.73 (excluding GST).

Pursuant to Section 508(1) of the Act, if a creditors' voluntary winding up continues for more than one year, a Liquidator must either convene an Annual General Meeting or prepare a report and lodge it with ASIC.

As there are no resolutions to be voted on by creditors, I have decided not to convene an annual meeting of creditors pursuant to Section 508(1)(b)(i) of the Act.

In fulfilling my obligations as Liquidator of the company under Section 508 of the Act, I will lodge a copy of this report with ASIC.

Should you have any queries in relation to the above matters, please do not hesitate to contact David Blanchett or Melissa Ledger of this office.

Yours faithfully

A handwritten signature in black ink, appearing to read 'J. E. Low', with a stylized flourish at the end.

JENNIFER E. LOW
Liquidator of
Centauri Property Group Pty Ltd

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**Liquidator's remuneration
for the period 16 January 2013 to 28 February 2017**

Staff Level	Hours	Sheridans Rate ^① \$ / hr	Charge \$
Partner	13.7	519	7,111.10
Director	5.5	414	2,276.60
Senior Manager	79.6	365	29,061.60
Supervisor	101.5	252	25,545.90
Senior 1	23.5	238	5,596.20
Senior 2	109.0	213	23,225.80
Intermediate 1	24.9	175	4,347.40
Intermediate 2	81.9	164	13,416.00
Junior	14.9	133	1,974.60
Secretary	25.2	131	3,293.80
Total fees incurred	<u>479.7</u>		<u><u>115,849.00</u></u>

① Rounded to the nearest dollar.