

LM Managed Performance Fund

('the Fund' or 'the MPF')

28 July 2020 | Update 22

This is the Trustee's twenty second (22nd) update to Unitholders.

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All values in this document are in Australian Dollars.

1 Overview

1.1 Purpose of this update

The purpose of this update is to provide information to Unitholders in relation to developments in the winding up of the MPF, including:

- the status of an application seeking directions from the Court prior to any distribution being made to Unitholders
- the progress of practical matters in relation to updates to the Unitholder register and distribution payments
- fund management matters.

1.2 Prior update reports

This update to Unitholders should be read in conjunction with prior update reports issued by the Trustee. Should you wish to obtain a copy of any previous update reports, please contact the Trustee at lminvestors@kordamentha.com.

1.3 Summary of work undertaken and key developments

Key developments since the Trustee's last update to Unitholders are outlined below:

- The Trustee has obtained further guidance on matters relating to the unitholder distribution process.
- The Trustee intends to deal with all remaining matters relating to the winding up of the Fund in one application to the Court. The Trustee had previously proposed to deal with the issues in a series of applications (refer to paragraph 1.3 of update 21)
- The Application will include directions about the appropriateness of the treatment by the Trustee of various matters as set out in 2.1 below
- The Trustee has advanced preparation of the mechanism by which Unitholders will be able to make changes to their details held on the unitholder register. Unitholders should be able to make changes to their details on the unitholder register shortly after directions from the Court are given with respect to the application for directions.
- The Trustee is continuing to oversee the realisation of a property located in Fiji by the Bankruptcy Trustees of the bankrupt estate of Peter Drake. The Trustee does not anticipate any significant recovery following the sale of the property. We do not yet have an indicative time frame regarding the expected completion of the sale process.



2 Court directions prior to distribution

2.1 Background

As outlined in previous update reports, prior to any distribution being made to Unitholders, the Trustee considers it necessary to seek directions from the Court in relation to several matters. Those matters include:

- The identification of the correct version of the unitholder register with respect to the MPF and the process by which Unitholders may update their details prior to any distribution being made.
- The way the Trustee is to communicate with Unitholders during any distribution process.
- The treatment of Unitholder creditor accounts reflected in the records of the Fund (i.e. redemptions payable).
- The treatment of Unitholders whose account may have matured prior to closure of the Fund but who did not have their redemption processed.
- The appropriate apportionment and calculation of the distribution amount amongst Unitholders.
- The appropriate characterisation and treatment of the ATO refund amount.
- The proper treatment of potential creditors of the Fund, including financial advisors.

Due to the complexity of the issues it was previously anticipated that these matters would be dealt with in at least two separate applications to the Court. However, the Trustee has been able to simplify the application process, enabling all matters to be resolved in the one application, which is expected to result in a significant reduction in administrative and legal costs.

Preparation of this application is near completion and it is expected that the application will be lodged in the coming weeks. Unitholders will receive notice and a link to application materials once the application is lodged. Based on feedback from some Unitholders on the content of previous applications lodged with the Court, the contents of these application materials are often complex and highly technical. To assist Unitholders the below detail provides an overview of the key matters dealt with in the application material and may assist Unitholders in their understanding of these matters. The overall intent of our work in preparing for the application is to ensure that Unitholders are treated justly and fairly in the distribution process.

Unitholder register

Following appointment, the Trustee was provided with several versions of the unitholder register which contain minor inconsistencies. The Trustee has undertaken detailed analysis to identify the correct register by reference to the investor transaction register and other books and records of the Fund. Before any distribution is made to Unitholders, and to ensure Unitholders are given an opportunity to consider the Trustee's approach with respect to the unitholder register, the Trustee intends to seek directions from the Court to the effect that it is justified in adopting what it considers to be the most appropriate registers for the purposes of calculating any distribution.

Further information with respect to the unitholder registers will be provided in the application material.

Unitholder register update process

Since the appointment of the Trustee on 12 April 2013, there has been a freeze on changes to the Unitholder database. Due to several factors, including estimated costs associated with managing and maintaining the database, the Trustee has maintained the freeze on changes to the member details on the Unitholder database to date in order to maximise funds available for distribution to Unitholders.

Prior to any distribution being made, Unitholders will be given the opportunity to update certain personal details, including address and bank account details. It is also intended that Unitholders will be provided with the opportunity to transfer unit holdings during this period.

It is anticipated that the Unitholder register update process will be managed by Link Market Services ('Link'), Unitholders will also be able to utilise the secure Unitholder website to review the details currently associated with unit holdings via a secure Unitholder website using their unitholder ID and account ID to determine whether an update to details is required. Unitholders will be able to update their details using the Link site by completing the forms available via this website.

Unitholders will be required to provide appropriate supporting documentation to verify any updated information. Further details as to the specific documentation required will be detailed in later correspondence, however examples of documentations which may be required to commence the process include the following:

- Bank statement



- Letter from a utility provider or government department
- Passport / travel document
- Birth certificate
- Citizenship certificate
- Probate/Death Certificate/Will
- Ownership certificate, statements

Subject to the value of a holding in the Fund, these documents may need to be certified. A certified copy is a copy of the original document certified to be a true copy of the original by an authorised person who can witness a Statutory Declaration in the Unitholder's country of residence, such as a Justice of the Peace, Chartered Accountant or Police Officer. The certification signature must be original.

The process that the Trustee proposes to follow to enable updates to the unitholder register will be detailed in the application for directions and Unitholders will be advised once the update process has commenced.

It is our intention to provide Unitholders with a period of 90 days in which to update their details, after which the Trustee may make a distribution to Unitholders based on the details held.

Unitholders should expect to receive correspondence from Link after the relevant directions are obtained. We understand that this process has taken longer than anticipated due to the complexity of several factors and we appreciate the patience of Unitholders over this time.

Treatment of Unitholder liability accounts

As at 12 April 2013 the balance sheet of the Fund detailed several creditor accounts which related to Unitholder transactions. A summary of those accounts, and the proposed treatment is provided below.

More detailed information regarding these accounts will be contained in the application material.

Funds awaiting investment

Upon our appointment as Trustee, the balance sheet included a line item denoting "Funds Awaiting Investment". This account was used to record a liability in the accounts of the Fund following receipt of investor funds but before units were issued.

Most of the balance of this account upon the Trustee's appointment related to 'quarantined funds' which were funds received by the MPF but where no units had been issued prior to closure of the Fund. Where possible all quarantined funds have been refunded to the affected persons.

The Trustee has undertaken a review of the remaining transactions totalling approximately \$8,500. and has identified two additional transactions. The Trustee intends to make a distribution to return the funds received to these two unitholders and those Unitholders will be contacted by us in the near future.

Distributions payable / accrued earnings

There were two distribution payable/accrued earnings liability accounts which were used by the Fund to record accrued earnings on unit holdings and distributions payable to Unitholders.

With the exception of the account of one Unitholder, the earnings accrued on unit holdings were reflected in the unit price, i.e. unit prices were regularly increased to reflect earnings. As a result, the Trustee does not propose to take any step with respect to these unitholders, save for the one Unitholder account with a fixed unit price. The total value of this Unitholder account is approximately \$5,000 and will be dealt with separately in the application

Redemptions payable

There is a Redemptions payable liability account which was used to record redemptions payable to Unitholders in the accounts of the Fund before they were paid but after Unitholder account balances were reduced to reflect the redemption.

The Trustee has undertaken a review of the transactions in this account for the period 1 July 2012 until closure of the Fund. This review indicates that approximately \$560,000 (now \$590,000 due to currency fluctuations) of the account balance relates to redemptions which were deducted from unit balances, but which were not paid to Unitholders. This amount comprises approximately 435 redemptions impacting 400 unitholders. In those cases, the unit balance was reduced but no redemption payment was received by the Unitholder.



In these circumstances, the Trustee intends to seek directions as to whether the “redeemed” units should be paid in priority to the affected Unitholders before any general capital distribution is made by the Trustee. Based on updated guidance, this treatment differs to that originally anticipated and outlined in prior update reports, as it has been determined that the Trustee does not have the power to issue new units to otherwise deal with these creditor balances.

Details of those transactions will be provided in the application material.

Unitholder accounts past maturity

The Trustee understands that due to liquidity issues experienced by the Fund in the period leading up to its closure, Unitholder redemptions were delayed in many cases.

The Trustee is aware (based on Unitholder instructions and application forms) there may have been a number of instances where a Unitholder’s account may have matured prior to closure of the Fund but a redemption was not processed or reflected in the Unitholder’s account (“the Matured Accounts”). Based on preliminary analysis undertaken by the Trustee, there appears to be a total of 885 potential Matured Accounts who all still hold units in the Fund.

The Trustee proposes to seek directions as to whether it is appropriate that no action be taken in the case of Matured Accounts– i.e. that unit holdings which might have matured prior to closure of the Fund will not receive any priority over other unit holdings.

Characterisation and treatment of the ATO refund amount

As advised in earlier update reports, The Trustee has been successful in recovering a net refund amount of \$6.54 million from the ATO in respect to withholding tax paid to the ATO in the period July 2007 to March 2013. These proceeds have been held in a high interest account pending distribution.

Withholding tax was initially paid to the ATO on behalf of specific Unitholders of the fund based on their distribution amounts. Generally, recoveries of this nature would be returned to the specific Unitholders from which the tax was withheld. However, in this instance, distributing these withholding tax recoveries in this manner would present two key issues:

- Many of the Unitholders to which these withholding tax payments relate are no longer Unitholders in the fund (as redemption of their units was processed and paid prior to the winding up of the Fund). The Trustee does not hold contact details for all former Unitholders, and it would be a complex and costly process to administer return of withholding tax to former Unitholders of the Fund.
- The withholding tax was recovered from the ATO on the basis that the Trustee was able to establish that the Fund did not make any material profit over the relevant period. If the Fund did not make any profit in the relevant period, the Fund should not have made any distributions of profit to Unitholders nor should the withholding tax been paid. On this basis, the Trustee considers it appropriate that the withholding tax recovered should be treated as a general asset of the Fund available for distribution to current Unitholders.

The application to the Court will be seeking directions that the Trustee is justified in distributing the withholding tax refund to the current Unitholders of the Fund in accordance with the distribution calculation methodology as outlined below.

Calculation of distribution amongst Unitholders

The Constitution of the Fund states that *‘The Manager may distribute capital of the Scheme to the Members subject to the rights, obligations and restrictions attaching to any particular Unit or Class, a Member is entitled to that proportion of the capital to be distributed as is equal to the number of Units held by that Member on a date determined by the Manager divided by the number of Units on the Register on that date.’*

The Trustee considers a distribution in accordance with the Constitution based solely on number of units held would be inequitable. Calculation of capital distribution amounts based solely on number of units held does not give any regard to the difference in unit prices between the various unit classes and also does not give any regard to the various holding currencies and number of units held by each unitholder being directly impacted by the value of the holding currency comparative to AUD.

Rather than calculating the distribution in accordance with the constitution, the Trustee’s intended calculation method for the capital distribution for any one unitholder is: total distribution amount / total AUD value of all units at 19 March 2013 x AUD value of units for that Unitholder at 19 March 2013. By utilising the AUD value of units held rather than the number of units held, this calculation method accounts for both the difference in unit prices and holding currencies between the unit holdings in the Fund.



The application to the Court will be seeking directions that the Trustee is justified in calculating Unitholder distributions in this manner.

2.2 Next steps

The Trustee expects that the application for directions will be made within the next month.

The Trustee proposes to serve the application material on Unitholders in the usual manner – i.e. by uploading the material to the Trustee's website referred to in section 5.3 of this Update and sending correspondence to notify Unitholders that the material is available for download.

Further information in relation to the application for directions will be provided at the time the application is served on Unitholders.

2.3 Estimated return to Unitholders

In previous update reports, the Trustee has advised that the return to Unitholders is likely to be less than five cents in the dollar. This estimate of return to unitholders remains unchanged.

3 Distribution payment matters

In preparation for the distribution process, the Trustee has considered the following practical matters which may impact the distribution process. Unitholders should consider the below as part of the registry update process.

Payment details

Analysis has been undertaken on bank account details held in the unitholder register. Based on this analysis, there are approximately 833 Unitholder accounts which do not contain any bank account details and a further 651 Unitholder accounts which contain bank account details which are not sufficient to enable the Trustee to make payment.

As part of the register update process referred to at Section 2, all Unitholders will be provided with the opportunity to update their bank account details provided supporting information is submitted with the request. For those Unitholders where insufficient bank account details are held, bank account details will need to be updated to enable payment.

Unitholders will be advised if the Trustee holds insufficient bank account details to process a distribution payment. However, we would encourage all Unitholders to utilise Link (once this becomes available) to review bank account details associated with their unit holdings and to ensure that these details are correct and do not need to be updated.

Payment method

To reduce the costs associated with processing multiple payments to the same bank account, the Trustee intends to process one payment per Investor ID regardless of the number of accounts associated with that Investor ID, except in the following circumstances:

- where different bank account details are recorded for different accounts held by one Investor ID, one payment will be made for each bank account.
- in the instance of 'high volume bank accounts' where the same bank account details are listed for in excess of 10 Investor IDs the Trustee intends to make one payment to each of the high volume bank accounts and provide the relevant Unitholder with a breakdown of the payment amount by Investor ID and Account ID.

Please advise the Trustee as soon as possible via the contact details contained in Section 5.3 if you have any concerns regarding the above intended payment method.

AML compliance

Due to obligations imposed under the Anti-Money Laundering and Counter-Terrorism Financing Act 2006 ('AML/CTF Act'), Unitholders in certain jurisdictions may need to provide alternate payment details or other information to enable a distribution payment to be made. Relevant Unitholders will be advised if additional information is required.

Further information in this regard will be provided to Unitholders during the update process.



4 Recovery actions

4.1 Bankrupt Estate of Peter Charles Drake

The Trustees of the Bankrupt Estate of Peter Charles Drake ('the Bankrupt Estate') are continuing to work with a Fijian real estate agent to sell the primary asset of the Bankrupt Estate being a property located in Fiji. Whilst there has been a level of interest in the property, to date there have been no offers presented which are materially in line with the current market valuation determined by the independent valuers.

If Unitholders are aware of anyone who may be interested in purchasing the property, they may contact the appointed real estate agent, Mr Aren Nunnink, regarding their interest. Mr Nunnink's contact details are as follows:

Mr Aren Nunnink
Ki-Maren Real Estate
Email: land4sale@connect.com.fj

Whilst the property is on the market, the Trustees of the Bankrupt Estate have entered into agreements for short-term rental of the property on a commercial basis to a Fijian subsidiary of an Australian based company.

The Trustee does not anticipate a material return from the estate and due to the uncertainty regarding the timeframe it is not practical to delay the unitholder distribution until such time as this matter is finalised.

5 Other fund management matters

5.1 Update to Unitholder details

Prior to any distribution being made by the Trustee, Unitholders will be given the opportunity to update certain personal details. The process for update of the investor database will be dealt with in the application to the Court for directions as detailed above.

5.2 Management fees

Late last year, the Trustee applied to Court for fee approval for the 14-month period 28 May 2018 to 1 September 2019. Approval was granted for fees of \$455,691 (being a monthly average of \$32,550).

This report outlines the material work undertaken by the Trustee during the period since the last update to Unitholders on 28 June 2019.

Fees for the 11-month period 17 June 2019 to 24 May 2020 total \$193,654 (excl. GST), being an average of approximately \$17,500 per month. A summary of these fees by task area, week and employee is included as Appendix A and detailed narrations are included as Appendix B.

Of this amount, \$28,307 (excl. GST) was included in our fee approval referred to above and relate to the period between 17 June 2019 and 1 September 2019.

The Trustee expects to make a further application for fee approval over the coming months.

5.3 Next Update

The Trustee will continue to communicate to Unitholders regarding significant changes to the status of the winding up of the Fund. It is likely that our next update will follow the handing down of Orders by the Court in relation to the application for the distribution of fund monies

In the interim, Unitholders can obtain further information by:

- accessing the KordaMentha website at <https://www.kordamentha.com/creditors/lm-managed-performance-fund>
- if you are unable to find the answer to your query in any of our updates or frequently asked questions, then you may email lminvestors@kordamentha.com.



The Trustee makes every attempt to answer your enquiries on a regular basis, however due to the number of queries received and our focus on managing costs of the Fund, there may be some delay in responding to your individual requests. We appreciate your patience whilst we manage the large volume of emails received.

Yours faithfully

KordaMentha
Trustee of the MPF



Appendix A – Detailed fee summaries

Fees by task area – hours

For the period 17 June 2019 to 24 May 2020

Task Area	Jun-19	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20
Administration and risk management	5.1	3.1	5.5	17.4	20.2	5.9	5.9	25.2	17	48.4	10.3	10.5
Assets	0.5	0	0	0.2	0.2	0.5	0	0.8	0	3.2	0	0.4
Investors	16	24.8	5.9	13.7	18.5	11.4	3.7	41.5	20.8	22.3	8.6	7.7
Investigations	0.2	2.1	1.2	1.9	2.5	2.1	1.5	1.5	2.2	7.6	2.1	5.6
Fund trading management and other	1.2	3.8	2.8	1.9	1.5	3.1	1.7	1.9	3	20.4	7	6.3
	23.00	33.80	15.40	35.10	42.90	23.00	12.80	70.90	43.00	101.90	28.00	30.50

Fees by task area – amount (\$)

For the period 17 June 2019 to 24 May 2020

Task Area	Jun-19	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20
Administration and risk management	2,027.00	1,555.00	3,025.00	8,305.00	8,917.00	2,577.50	2,830.00	12,706.50	8,835.00	25,495.00	4,545.00	5,422.50
Assets	275.00	-	-	110.00	70.00	275.00	-	440.00	-	1,280.00	-	220.00
Investors	6,552.50	9,782.50	1,825.00	4,992.50	6,210.00	3,997.50	1,562.50	18,250.00	9,332.50	9,470.00	2,807.50	2,675.00
Investigations	55.00	577.50	330.00	522.50	942.50	577.50	267.50	412.50	605.00	3,685.00	577.50	1,563.50
Fund trading management and other	330.00	1,157.50	815.00	522.50	412.50	935.00	395.00	567.50	907.50	6,930.00	2,232.50	1,965.00
	9,239.50	13,072.50	5,995.00	14,452.50	16,552.00	8,362.50	5,055.00	32,376.50	19,680.00	46,860.00	10,162.50	11,846.00



Fees by week

	Week ended	Hours	Fee value (\$)
Week 327	23/06/2019	9.90	3,431.50
Week 328	30/06/2019	13.10	5,808.00
Week 329	7/07/2019	14.80	5,970.00
Week 330	14/07/2019	4.50	1,440.00
Week 331	21/07/2019	11.30	4,452.50
Week 332	28/07/2019	3.20	1,210.00
Week 333	4/08/2019	5.10	1,950.00
Week 334	11/08/2019	5.30	2,557.50
Week 335	18/08/2019	2.00	550.00
Week 336	25/08/2019	0.70	192.50
Week 337	1/09/2019	2.30	745.00
Week 339	8/09/2019	20.20	8,480.00
Week 340	15/09/2019	3.80	1,430.00
Week 341	22/09/2019	4.30	1,575.00
Week 342	29/09/2019	5.70	2,582.50
Week 343	6/10/2019	13.20	4,717.00
Week 344	13/10/2019	10.70	4,790.00
Week 345	20/10/2019	10.20	3,652.50
Week 346	27/10/2019	4.60	2,005.00
Week 347	3/11/2019	7.00	2,277.50
Week 348	10/11/2019	7.60	2,535.00
Week 349	17/11/2019	4.20	1,335.00
Week 350	24/11/2019	0.90	315.00
Week 351	1/12/2019	8.60	3,672.50
Week 352	8/12/2019	11.40	4,542.50
Week 353	15/12/2019	0.80	320.00
Week 354	22/12/2019	0.60	192.50
Week 355	29/12/2019	-	-
Week 356	5/01/2020	-	-
Week 357	12/01/2020	34.80	15,770.00
Week 358	19/01/2020	20.70	10,366.50
Week 359	26/01/2020	11.50	4,980.00
Week 360	2/02/2020	3.90	1,260.00
Week 361	9/02/2020	10.70	4,460.00
Week 362	16/02/2020	4.50	1,915.00
Week 363	23/02/2020	7.90	3,807.50
Week 364	1/03/2020	19.90	9,497.50
Week 365	8/03/2020	22.00	10,689.00
Week 366	15/03/2020	28.00	13,380.00
Week 367	22/03/2020	18.80	8,471.00
Week 368	29/03/2020	30.00	13,115.00
Week 369	5/04/2020	7.80	2,752.50
Week 370	12/04/2020	4.90	1,692.50
Week 371	19/04/2020	5.50	1,932.50
Week 372	26/04/2020	9.10	3,570.00
Week 373	3/05/2020	8.50	3,382.50
Week 374	10/05/2020	12.10	4,807.50
Week 375	17/05/2020	8.00	2,472.50
Week 376	24/05/2020	5.70	2,603.50
Total		460.30	193,654.00

Fees by person

Name	Position	Hourly rate	30 Jun 19	14 Jul 19	28 Jul 19	11 Aug 19	25 Aug 19	8 Sep 19	22 Sep 19	6 Oct 19	20 Oct 19	3 Nov 19	17 Nov 19	1 Dec 19	15 Dec 19	29 Dec 19
Jarrold Villani	PARTNER	\$575	0.8	0.6	0.0	0.0	0.0	1.1	0.0	1.7	4.0	0.0	0.0	0.5	1.0	0.0
David Johnstone	DIRECTOR	\$550	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Stacey Clisby	DIRECTOR	\$550	8.3	4.6	5.1	5.5	0.0	7.2	1.6	4.4	4.2	2.5	0.5	3.2	4.2	0.1
Aida Vucic	SNREXECANALYST	\$350	0.0	8.7	3.6	1.8	0.0	9.7	4.5	5.6	8.4	5.3	6.1	4.6	3.6	0.0
Aida Vucic	EXECANALYST	\$325	9.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Damien Rosario	SNRBUSANALYST	\$300	0.0	0.0	0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Alexi Dracakis	SNRBUSANALYST	\$300	0.0	0.2	0.0	0.0	0.0	0.0	0.0	0.8	0.0	0.3	1.2	0.0	0.0	0.0
Joseph Kerins	BUSINESS ANALYST	\$275	4.5	3.7	5.7	3.0	1.8	3.1	1.7	5.3	2.0	3.4	2.2	1.2	1.4	0.5
Administration	ADMIN	\$275	0.0	1.5	0.0	0.1	0.9	1.4	0.3	0.7	0.3	0.1	1.8	0.0	0.5	0.0
Administration	VARIOUS	\$130	0.0	0.4	0.0	0.0	0.0	0.0	0.0	0.4	2.0	0.0	0.0	0.0	1.5	0.0
Total professional fees (excluding GST)			22.6	19.7	14.5	10.4	2.7	22.5	8.1	18.9	20.9	11.6	11.8	9.5	12.2	0.6

Name	Position	Hourly rate	12 Jan 20	26 Jan 20	9 Feb 20	23 Feb 20	8 Mar 20	22 Mar 20	5 Apr 20	19 Apr 20	3 May 20	17 May 20	31 May 20	Total hours	Total \$
Jarrold Villani	PARTNER	\$575	0.0	2.9	0.0	1.0	1.3	1.0	1.5	1.0	1.0	1.8	0.5	21.7	\$12,477.50
David Johnstone	DIRECTOR	\$550	0.0	0.0	0.0	0.0	5.0	5.5	0.0	0.0	2.0	1.0	1.0	14.5	\$7,975.00
Stacey Clisby	DIRECTOR	\$550	20.5	18.8	4.7	6.2	23.2	22.0	13.0	0.0	2.0	1.9	2.0	165.7	\$91,135.00
Aida Vucic	SNREXECANALYST	\$350	7.5	6.6	5.5	4.1	7.5	15.3	19.3	6.2	9.5	6.5	1.2	151.1	\$52,885.00
Aida Vucic	EXECANALYST	\$325	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	9.0	\$2,925.00
Damien Rosario	SNRBUSANALYST	\$300	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.1	\$30.00
Alexi Dracakis	SNRBUSANALYST	\$300	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2.5	\$750.00
Joseph Kerins	BUSINESS ANALYST	\$275	5.5	3.6	3.2	0.3	4.0	2.0	3.0	3.0	2.9	5.7	0.0	72.7	\$19,992.50
Administration	ADMIN	\$275	1.3	0.0	1.2	0.8	0.6	0.8	1.0	0.2	0.2	2.7	0.8	17.2	\$4,730.00
Administration	VARIOUS	\$130	0.0	0.3	0.0	0.0	0.3	0.2	0.0	0.0	0.0	0.5	0.2	5.8	\$754.00
Total professional fees (excluding GST)			34.8	32.2	14.6	12.4	41.9	46.8	37.8	10.4	17.6	20.1	5.7	460.3	\$193,654.00



Fee summary

		\$
Professional fees (excluding GST)		\$193,654.00
Disbursements		
Storage of B&R	\$695.62	
Postage	\$2,422.85	
Total disbursements (excluding GST)		\$3,118.47
GST on professional fees and disbursements		\$19,677.25
Total professional fees and disbursements (including GST)		\$216,449.75



Appendix B – Detailed narrations

Task area	Subcategory	Description
Risk Management (Litigation/Legal) & Administration	Litigation/Legal	<ul style="list-style-type: none"> Ongoing discussions and correspondence with legal advisors with respect to, but not limited to: <ul style="list-style-type: none"> application for directions in relation to Unitholder distribution matters. Attendance in Chambers and in Court for various matters where attendance required. Production of detailed workings and other documentation regarding Unitholder distribution matters. Review of various affidavit materials for ongoing litigation and legal matters.
	Forensic & Investigations	<ul style="list-style-type: none"> Forensic input into various legal matters, including in relation to discovery and data management.
	Investor Information Management	<ul style="list-style-type: none"> Ongoing update and maintenance of the Fund's dedicated website. Uploading documents in relation to various court applications for service of notice on unitholders.
	Engagement Planning	<ul style="list-style-type: none"> Engagement planning and management meetings. Ongoing review and update of task lists. Ongoing maintenance of priority investigations and allocation of resources. Ongoing management of cash flow forecasts and expense accruals.
	Other Administration	<ul style="list-style-type: none"> Word processing and finalisation of formal correspondence.
Assets	Loans/Property	<ul style="list-style-type: none"> Correspondence with various parties regarding recovery action against guarantors of impaired loans. Detailed review of loans and preparation of proofs of debt for lodgement to LMIM liquidators. Correspondence with Trustee of Peter Drake bankrupt estate. Correspondence with the Liquidator of LM Administration Pty Ltd.
	Bank accounts	<ul style="list-style-type: none"> Reconciliation of bank accounts and management of the Fund's cash flow. Various correspondence with banks regarding account maintenance.
Investors/Creditors	Reports/Circulars	<ul style="list-style-type: none"> Preparation, finalisation and distribution of Update 21 to Unitholders.
	Investor Communication	<ul style="list-style-type: none"> Continued communication support for Unitholders and investor support groups via email and telephone. Various correspondence with investors regarding current litigation. Mail out of correspondence for those investors where emails undeliverable. Review of investor responses regarding various litigation for inclusion in affidavit material. Consideration of correspondence from Unitholders regarding compensation schemes.
	Investor Information	<ul style="list-style-type: none"> Ongoing refinement of internal model for Unitholder data. Maintenance of Unitholder email distribution list. Consideration and development of process for allowing update to investor register. Correspondence with Link Market Services regarding investor register update.
	Advisor Communication	<ul style="list-style-type: none"> Ongoing dealings and support to financial advisors regarding current progress of the winding up of the Fund.



Task area	Subcategory	Description
Statutory Compliance	ASIC Correspondence	<ul style="list-style-type: none"> Ongoing correspondence with ASIC and compliance with various requests.
	ATO	<ul style="list-style-type: none"> Review of overall tax position of the Fund. Ongoing correspondence with the ATO regarding lodgement requirements. Preparation and lodgement of Business Activity Statements for current periods. Preparation of financial information required for tax return lodgement.
	Books and Records	<ul style="list-style-type: none"> Books and records management and archiving.
Fund Management and Other	Fund Management	<ul style="list-style-type: none"> Review, approval and payment of invoices payable by the Fund Ongoing cash flow management. Correspondence with various creditors of the Fund. Ongoing calculation and accrual of loan balances due to the Fund.
	Fund Accounting	<ul style="list-style-type: none"> Maintenance of cash book for the Fund. Reconciliation of Fund bank accounts. Review of carrying value of loan assets and assessment of appropriate amount and timeframe for provisioning and write-offs.

