

Annexure A - LCP Administrators Remuneration for the period 10 April 2008 to 27 June 2008

	Administration	Assets	Creditors	Employees	Investigations	Statutory & Reporting	Trade On	Total Hours	MCN+ Standard Charge Out Rates	MCN+ Standard Charge Out Rates	Total Remuneration
	Hours	Hours	Hours	Hours	Hours	Hours	Hours	Hours			
Partner	7.10	87.30	65.60	15.60	19.30	13.10	14.50	222.50	\$ 620.00	\$ 620.00	\$ 137,950.00
Joseph Hayes	-	48.30	38.30	-	-	19.40	4.20	110.20	\$ 620.00	\$ 620.00	\$ 68,324.00
Tony McGrath	7.10	135.60	103.90	15.60	19.30	32.50	18.70	332.70	\$ 620.00	\$ 620.00	\$ 206,274.00
Director	-	9.00	-	-	-	-	-	9.00	\$ 495.00	\$ 495.00	\$ 4,455.00
Andrew Booth	-	322.00	91.70	-	-	-	32.30	446.00	\$ 495.00	\$ 495.00	\$ 220,770.00
Blair Lim	-	2.50	1.50	-	-	-	-	4.00	\$ 495.00	\$ 495.00	\$ 1,980.00
Gareth Williams	9.50	85.50	218.50	3.00	44.80	11.00	13.00	385.30	\$ 495.00	\$ 495.00	\$ 190,723.50
Graham Cope	-	-	-	-	-	9.00	-	9.00	\$ 495.00	\$ 495.00	\$ 4,455.00
Mark Garnett	9.50	419.00	311.70	3.00	53.80	11.00	45.30	853.30	\$ 495.00	\$ 495.00	\$ 422,383.50
Chris Cowan	-	245.70	138.30	-	-	-	-	385.00	\$ 440.00	\$ 440.00	\$ 169,400.00
David Elliott	-	97.90	45.20	-	62.10	7.60	-	212.80	\$ 440.00	\$ 440.00	\$ 93,632.00
Senior Manager Total	-	343.60	184.50	-	62.10	7.60	-	597.80	\$ 440.00	\$ 440.00	\$ 263,032.00
Manager 1	4.90	-	-	-	90.50	-	-	90.50	\$ 390.00	\$ 390.00	\$ 35,295.00
Jackie Kuang	4.90	-	-	-	90.50	-	-	90.50	\$ 390.00	\$ 390.00	\$ 35,295.00
Vanessa Chase	-	-	-	-	6.20	23.50	-	147.90	\$ 390.00	\$ 390.00	\$ 57,691.00
Manager 2	12.60	-	-	22.10	96.70	23.50	-	238.40	\$ 390.00	\$ 390.00	\$ 92,976.00
Andrew McCabe	12.60	212.80	213.90	22.10	19.80	7.40	35.90	524.50	\$ 345.00	\$ 345.00	\$ 180,952.50
Christopher Bowen	-	-	-	-	1.00	-	-	1.00	\$ 345.00	\$ 345.00	\$ 345.00
Manager 2 Total	12.60	212.80	213.90	22.10	20.80	7.40	35.90	525.50	\$ 345.00	\$ 345.00	\$ 181,297.50
Assistant Manager	-	95.50	-	-	31.20	-	-	126.70	\$ 285.00	\$ 285.00	\$ 36,109.50
Benjamin Ryan	-	95.50	-	-	31.20	-	-	126.70	\$ 285.00	\$ 285.00	\$ 36,109.50
Christian Logue	11.70	122.25	75.35	-	109.10	-	-	109.10	\$ 285.00	\$ 285.00	\$ 31,095.50
Jonathan Henry	-	-	-	-	19.10	-	24.25	237.15	\$ 285.00	\$ 285.00	\$ 67,578.75
Michael West	-	-	-	-	11.50	-	-	11.50	\$ 285.00	\$ 285.00	\$ 3,277.50
Michael Griffiths	-	-	-	-	40.60	-	-	40.60	\$ 285.00	\$ 285.00	\$ 11,571.00
Tachia Calteuw	-	-	-	-	59.00	-	-	59.00	\$ 285.00	\$ 285.00	\$ 16,590.00
Assistant Manager Total	11.70	217.75	75.35	-	320.30	-	24.25	649.35	\$ 285.00	\$ 285.00	\$ 185,062.75
Senior Accountant	-	231.00	30.50	-	-	-	-	30.50	\$ 225.00	\$ 225.00	\$ 6,862.50
James Hooper	-	231.00	30.50	-	-	-	-	30.50	\$ 225.00	\$ 225.00	\$ 6,862.50
Prathiba Rajasundaram	-	-	-	-	-	-	-	231.00	\$ 225.00	\$ 225.00	\$ 51,975.00
Senior Accountant Total	-	231.00	30.50	-	-	-	-	261.50	\$ 225.00	\$ 225.00	\$ 68,837.50
Accountant	-	9.20	171.70	-	8.20	-	39.10	219.00	\$ 185.00	\$ 185.00	\$ 40,615.00
Arrian Koochew	-	9.20	171.70	-	8.20	-	39.10	219.00	\$ 185.00	\$ 185.00	\$ 40,615.00
Stephen Nikobvski	-	-	19.40	-	-	-	2.90	12.10	\$ 185.00	\$ 185.00	\$ 2,238.50
Simon van Loon	-	37.60	191.10	-	-	-	-	57.00	\$ 185.00	\$ 185.00	\$ 10,545.00
Accountant Total	-	46.80	191.10	-	8.20	-	42.00	288.10	\$ 185.00	\$ 185.00	\$ 53,298.50
Undergraduate Accountant	15.90	-	58.20	28.80	-	11.20	30.80	144.70	\$ 170.00	\$ 170.00	\$ 24,598.00
Anna Kovarsky	15.90	-	58.20	28.80	-	11.20	30.80	144.70	\$ 170.00	\$ 170.00	\$ 24,598.00
Clement Cheung	2.00	-	2.50	-	-	-	-	4.50	\$ 170.00	\$ 170.00	\$ 765.00
Guy Gunasekera	-	-	22.8	-	-	-	-	22.80	\$ 170.00	\$ 170.00	\$ 3,876.00
Kathryn Carpenter	-	-	0.90	-	-	-	-	0.90	\$ 170.00	\$ 170.00	\$ 153.00
Undergraduate Accountant Total	17.90	-	84.40	28.80	-	11.20	30.80	172.90	\$ 170.00	\$ 170.00	\$ 29,393.00
Personal Assistant	18.80	-	-	-	-	-	-	18.80	\$ 125.00	\$ 125.00	\$ 2,350.00
Beni Akdeniz	18.80	-	-	-	-	-	-	18.80	\$ 125.00	\$ 125.00	\$ 2,350.00
Administrator	36.50	-	-	-	-	-	7.80	7.80	\$ 110.00	\$ 110.00	\$ 858.00
Alice Cansdell	36.50	-	-	-	-	-	7.80	7.80	\$ 110.00	\$ 110.00	\$ 858.00
Andrea Graham	5.00	-	-	-	-	-	-	36.50	\$ 110.00	\$ 110.00	\$ 4,015.00
Ashley Nichols	-	-	-	-	-	-	-	5.00	\$ 110.00	\$ 110.00	\$ 550.00
Chloe Brewer	-	-	5.15	-	-	-	-	5.15	\$ 110.00	\$ 110.00	\$ 566.50
Erma Stephens	8.50	-	-	-	-	-	-	8.50	\$ 110.00	\$ 110.00	\$ 935.00
Graciele Nolan	-	-	-	-	-	-	0.40	0.40	\$ 115.00	\$ 115.00	\$ 46.00
Skye-Louise Evans	0.10	-	-	-	-	-	-	0.10	\$ 110.00	\$ 110.00	\$ 11.00
Administrator Total	50.10	-	5.15	69.30	581.20	0.40	7.80	634.80	\$ 110.22	\$ 110.22	\$ 6,881.50
Grand Total	132.60	1,606.55	1,313.80	69.30	581.20	93.60	204.75	4,001.80	\$ 356.91	\$ 356.91	\$ 1,501,885.25

Annexure B - Description of tasks completed on LCP for the period 10 April 2008 to 27 June 2008

Task Area	General Description	Includes
Assets 1,606.55 hours \$638,768.75	Cash	Secured cash at bank on appointment.
	Sale of Business as a Going Concern	Communicated with and maintained list of interested parties.
	Plant and Equipment	Reviewed asset listing and liaised with valuer.
	Debtors	Ascertained major debtor positions and likely recoveries. Reviewed accrual of interest on outstanding loan balances.
	Securities	<p>Liaised with directors and staff regarding the identification, location and value of assets. Discussed requirements to secure and realise assets. Assessed asset realisation strategy. Communicated with ML/MLIA in relation to disposal of securities and their reconciliation process. Reviewed client security positions. Reconstructed Lift client/securities database to reflect actual positions. Reviewed cash accounts and CMT positions. Secured assets held by third parties. Distributed trust monies held by Lift. Distributed client CMT funds. Reviewed and reconciled outstanding and failed trades. Reviewed and reconciled managed funds. Requested fund managers only act under the Administrators instructions, in respect to clients units. Reviewed the SuperLIFT position. Reviewed securities held at Berndale and MLAN. Reviewed dividends received position. Reviewed and administered Corporate Actions (TLSCA). Reviewed clients protected positions. Discussed sale process of securities with MLIA. Reviewed various legal matters and injunctions. Realised (closed out) non-MLIA option positions. Discussed Bravura transaction with parties involved. Analysed client positions. Refined client and securities database. Prepared material for Swaby and Crabb proceedings.</p>
Creditors 1,313.80 hours \$496,477.25	Creditor Enquiries	<p>Received and followed up creditor enquiries via telephone and email. Set up central email inboxes for processing and responding to creditor queries. Reviewed and prepared correspondence to creditors and their representatives via facsimile, email and post.</p>

Task Area	General Description	Includes
		Provided information to creditors and advisors regarding the status of their accounts.
	Creditor Reports/Circulars	Prepared initial circular to creditors. Prepared report pursuant to section 439A of the Act. Advising creditors of progress of Administration via updates posted on the Company's website. Provided update to creditors regarding extension of convening period, requesting objections to extension. Provided creditors with update and Court confirmation granting extension of convening period.
	Dealing with Proofs of Debts ("PODs")	Provided assistance to creditors for completing their PODs. Liaised with external provider to collect, collate and record PODs. Estimated position of creditor claims.
	Meeting of Creditors	Prepared meeting notices and proxies. Sent notice of meeting to all known creditors. Prepared documents for first creditors meeting. Arranged venue for first creditors meeting. Discussed conduct of meeting, processing of creditors. Prepared minutes of first creditors meeting. Responded to stakeholder queries and questions following meeting. Applied to Court to extend convening period of the second meeting of creditors.
	Committee of Creditors	Provided update to the Committee regarding the application to extend the convening period. Prepared regular updates to the Committee as issues occurred. Prepared two reports to the Committee and convened two Committee meetings.
	Secured Creditors	Reviewed secured charge documentation. Numerous meeting and discussions with the secured creditor and their advisors.
	Media	Prepared and issued media releases. Liaised with public relations agent. Responded to media queries. Monitored press coverage. Updated McN+ and Lift Capital websites with new creditor information.
Employees 69.30 hours \$23,643.50	Employees Enquiry	Prepared initial circular to employees advising them of appointment, their rights/obligations. Addressed employees' queries in person, via telephone and email.
	Calculation of Entitlements	Calculated employee entitlements. Calculated monthly salaries, PAYG and superannuation contributions. Reviewed employee files and company's books and records. Reconciled superannuation accounts. Liaised with solicitors regarding entitlements.

Task Area	General Description	Includes
	Workers Compensation Claims	Reviewed workers compensation insurance policy. Prepared projections of future salary expenses for calculation of post-appointment Workers' Compensation Policy.
	Other Employee Issues	Reviewed employee contracts. Ascertained tasks performed by employees, re-assigned responsibilities to assist with administration. Continuously updated employee leave schedule. Calculated appropriate incentives to retain key staff. Advised employees of incentive structure. Processed of resignation notices and leave requests.
Trade On 204.75 hours \$67,178.25	Trade On Management	Liaised with suppliers and utilities. Liaised with Lessor and sub-lessee. Liaised with management and staff regarding new protocols and procedures. Attended company premises. Prepared and authorised cheque/cash receipt vouchers. Prepared and authorised payment vouchers.
	Processing Receipts and Payments	Entered receipts and payments into accounting system.
	Budgeting and Financial Reporting	Prepared cash flow projections. Attended meetings to discuss cash/financial position.
Investigation 581.20 hours \$203,612.50	Conducting Investigation	Secured the Companies' books and records. Reviewed company's background, nature and history. Liaised and conducted interviews with the Directors regarding aspects of the company. Reconstructed and reviewed financial statements. Prepared comparative financial statements. Prepared deficiency statement. Reviewed specific transactions and obtained explanations from directors and Lift staff. Reviewed and reconciled client database. Reviewed Company's books & records and RATA's and formulated conclusions on solvency issues. Conducted, reviewed and summarised statutory searches. Prepared investigation file.
	Litigation/Recoveries	Liaised with solicitors regarding recovery actions.
	ASIC Reporting	Liaised with the ASIC.
Administration 132.60 hours \$29,601.00	Correspondence	Reviewed incoming correspondence and prepared responses.
	Document Maintenance/File Review/Checklist	Conducted first month administration review. Filed documents per statutory requirements. Conducted periodic file reviews. Updated and reviewed Administration checklists.
	Insurance	Liaised with insurance broker regarding initial and ongoing insurance requirements. Reviewed insurance policies. Liaised with previous insurance brokers.

Task Area	General Description	Includes
	Bank Account Administration	<p>Secured pre-appointment bank accounts and opened Administrators' bank accounts.</p> <p>Transferred funds from pre-appointment bank accounts.</p> <p>Monitored cash position and incorporated same into cash flow projections.</p> <p>Banked cheque deposits and authorised cheque payments/EFTs.</p> <p>Prepared bank account reconciliations.</p> <p>Liaised with Lift staff regarding funds received into pre-appointment bank account during Administration period.</p> <p>Corresponded with bank regarding specific transfers.</p>
	Planning/Review	<p>Monitored progress of administration and discussed status/strategy of asset realisations.</p> <p>Attended numerous planning meetings.</p>
Statutory & Reporting 93.6 hours \$42,607.00	ASIC Forms and Other Lodgements	<p>Prepared and lodged ASIC forms (form 505, 911 etc.)</p> <p>Correspondence with ASIC regarding statutory forms.</p> <p>Prepared, reviewed, authorised and lodged minutes of first meeting of creditors.</p>
	Liaising with Government Bodies and Other Statutory Reporting	<p>Notified the ATO of appointment.</p> <p>Corresponded with the ATO regarding Super Guarantee Charge.</p> <p>Liaised with APRA regarding disclosure requirements.</p> <p>Ongoing liaison and provision of information to the ASIC regarding Company structure, products and investors.</p> <p>Engaged in regular briefings and meeting with the ASIC in respect of the progress of the Administration, Court applications and investigations.</p>

Annexure D - Description of tasks completed on LCP for the period 28 June 2008 to 24 October 2008

Task Area	General Description	Includes
Assets 2,110.65 hours \$698,685.00	Cash	Managed cash at bank, swept pre-existing accounts into Administrators' account.
	Plant and Equipment	Reviewed asset listings. Engaged and liaised with valuers.
	Debtors	Ascertained debtor position and likely recoveries. Reviewed the right to continue to accrue interest on outstanding loan balances with Lift staff and legal advisers. Reviewed calculation and application of interest against Category 1 client accounts. Prepared claim against the major client group. Reviewed the major client groups' transactions, account activity and relationships. Reviewed sell down of major client group options. Prepared claim against Black Teak P/L. Liaised with Black Teak P/L lawyers regarding claim.
	Stock	Liaised with Company directors and staff regarding the identification of assets, their location, their value and the action that needs to be taken in securing and realising securities. Attended internal meetings to assess asset realisation strategy. Liaised with legal advisers and Counsel to consider client security positions. Reviewed cash account and CMT positions and ownership rights of clients. Secured assets held by third parties. Distributed trust monies held by Lift to clients with no loans. Distributed CMT funds to Lift clients with no loans. Reviewed and reconciled outstanding and failed trades, including numerous discussions and correspondence with MLIA, Berndale and external brokers. Reviewed and reconciled the position in relation to managed funds, including numerous discussions and correspondence with MLAN and Berndale. Liaised with fund managers to determine ownership of securities held in either Lift or the client's name, including numerous discussions with fund managers. Reviewed SuperLIFT positions and discussed with directors and Lift staff. Reviewed securities held at Berndale and MLAN and discussed with our legal advisers regarding rights to secure these securities. Reviewed the position relating to dividends received

Task Area	General Description	Includes
		<p>and numerous discussions with MLIA, Lift staff and our legal advisers regarding the recovery and treatment of dividends.</p> <p>Reviewed Corporate Actions, including numerous discussions with the directors, Lift staff, our legal advisers and clients regarding to the payment of instalment receipts and dividend payments.</p> <p>Reviewed and analysed Corporate Actions as offered.</p> <p>Reviewed protected positions, discussions with Lift staff and our legal advisers with regards to the treatment of claims.</p> <p>Conducted regular meetings and discussions with MLIA, regarding their sale process and our requirement for an open review of their activities.</p> <p>Reviewed various legal matters, including ongoing proceedings, discussions with Lift staff and provided briefings to our legal advisers in regards to injunction applications in the WA Court proceedings.</p> <p>Prepared material for the Swaby and Crabb proceedings.</p> <p>Closed out non-MLIA option positions.</p> <p>Engaged in discussions with parties involved in the Bravura transaction.</p> <p>Undertook extensive analysis of client positions.</p> <p>Updated securities database to confirm location of all securities against external reports.</p> <p>Reviewed DOCA proposal with directors and lawyers.</p> <p>Received, recorded and distributed dividends.</p> <p>Prepared audit paper on transactions included in MLIA auction process and reconciling to Lift records.</p> <p>Prepared documentation in respect to the Berndale claim.</p> <p>Reconciled market value and location of client securities.</p> <p>Reconciled, modified and developed client/securities database.</p> <p>Reviewed and considered proposal put forward by Berndale.</p> <p>Prepared Deed for release of securities held at Berndale.</p> <p>Liaised with Deloitte regarding Octavia shares.</p> <p>Transferred funds for Corporate Actions participants.</p> <p>Reviewed Administrators' un-presented cheques and liaised with clients.</p>
<p>Creditors 2,391.80 hours \$937,540.75</p>	<p>Creditor Enquiries</p>	<p>Received and followed up creditor enquiries via telephone and email.</p> <p>Monitored the central email inboxes for processing and responding to creditor queries.</p> <p>Reviewed and prepared correspondence to creditors and their representatives via facsimile, email and post.</p> <p>Provided information to creditors regarding the status of their accounts.</p>

Task Area	General Description	Includes
		<p>Reviewed Lift Facility Statements for the return of Identifiable Securities.</p> <p>Updated advisor authorities' schedule.</p>
	<p>Creditor Reports/Circulars</p>	<p>Prepared circulars to creditors.</p> <p>Prepared report pursuant to section 439A of the Act.</p> <p>Advised creditors of the progress of Administration via updates posted on the Company's website.</p> <p>Reviewed PDS.</p> <p>Provided update to creditors regarding the adjournment of the second creditors meeting.</p> <p>Provided creditors with updates surrounding the Administration and client positions.</p>
	<p>Dealing with Proofs of Debts ("PODs")</p>	<p>Provided assistance to creditors for completing their PODs.</p> <p>Liaised with external providers to collect, collate and record PODs.</p> <p>Designed POD schedule to assist in adjudication.</p> <p>Reviewed claims and sought legal advice where necessary.</p> <p>Estimated creditor claims.</p> <p>Developed dividend distribution model.</p> <p>Modelled impact of set-off issues on likely returns to unsecured creditors.</p>
	<p>Meeting of Creditors</p>	<p>Prepared meeting data for the second creditors meeting.</p> <p>Prepared meeting notices, proxies and advertisements.</p> <p>Forwarded notice of meeting to all known creditors.</p> <p>Prepared meeting file, including agenda, certificate of postage, attendance register, list of creditors, reports to creditors, advertisement of meeting and draft minutes of meeting.</p> <p>Arranged the meeting venue and coordinated contractors.</p> <p>Discussed conduct of meeting, including protocols, voting and processing of creditors claims and proxies.</p> <p>Prepared voting slips and attendance registers.</p> <p>Prepared and reviewed minutes of meeting.</p> <p>Responded to stakeholder queries and questions immediately following meeting.</p> <p>Prepared affidavit for adjournment of second creditors meeting.</p> <p>Applied to Court to adjourn second meeting of creditors.</p> <p>Prepared presentation for creditors meeting.</p> <p>Convened, attended, chaired and assisted at creditors meeting.</p> <p>Reconvened second creditors meeting.</p>

Task Area	General Description	Includes
	Committee of Inspection	<p>Update to the Committee regarding administration issues being faced and our rationale of how to approach.</p> <p>Prepared reports for and convened meetings of the Committee.</p> <p>Prepared regular updates to the Committee as issues occurred.</p> <p>Confirmed attendance for Committee meetings.</p> <p>Liaised with Committee regarding amended DOCA and adjournment of creditors meeting.</p> <p>Responded to and provided advice regarding issues raised during committee meetings.</p>
	Release of Creditors	<p>Conducted detailed analysis of Category 1 clients.</p> <p>Processed and released Category 1 clients with no loans.</p> <p>Corresponded with Category 1 clients with loans.</p> <p>Liaised with creditors, advisors, refinancing institutions and fund managers regarding client refinances and/or redemption of securities.</p> <p>Conducted financial analysis on Category 2 clients to establish commercial viability of returning Identifiable Securities.</p> <p>Conducted detailed analysis of Category 2 clients on a client-by-client basis.</p> <p>Processed and released Category 2 clients with no loans.</p> <p>Prepared individual Category 2 client review and recommendations to release Identifiable securities.</p> <p>Released Identifiable Securities to Category 2 clients whose loans are expected to be set-off by Non-Identifiable Securities on 12 November 2008, leaving a significant surplus.</p> <p>Prepared and reviewed client release checklists.</p> <p>Prepared and maintained client library of information.</p> <p>Returned Identifiable Securities to clients.</p> <p>Prepared and reviewed standardised letters to clients.</p> <p>Collected and reconciled loan repayments.</p> <p>Reviewed guarantor relationships.</p> <p>Prepared ASTF's for the transfer of client securities.</p> <p>Analysed client positions should set-off apply.</p> <p>Followed up on clients holding unrepresented cheques.</p> <p>Contacted Category 1 clients who did not provide instructions regarding their outstanding loan balance.</p> <p>Updated and reviewed distribution schedules.</p> <p>Attended client refinance meetings to receive loan repayment cheques in exchange for ASTF's.</p> <p>Provided outstanding loan balance to clients, advisors or lending institutions.</p> <p>Updated database of refinances and client release.</p> <p>Tracked loan repayments and contacting clients who missed their designated repayment dates.</p>

Task Area	General Description	Includes
	Secured Creditors	Engaged in numerous meetings and discussions with secured creditors and their advisors. Reviewed MLIA role in sell down of client securities. Released charges over companies with no debt on individual client-by-client basis.
	Media	Prepared and issued media releases. Liaised with PR agent. Attended to media queries. Monitored press coverage. Updated McN+ and Lift Capital websites with new creditor information.
Employees 118.60 hours \$32,837.00	Employees Enquiry	Liaised with employees regarding progress of Administration. Addressed employees queries in person and via telephone.
	Calculation of Entitlements	Calculated employee entitlements. Calculated monthly salaries, PAYG and superannuation contributions. Reviewed employee files and company's books and records. Reconciled superannuation accounts. Liaised with solicitors regarding entitlements. Liaised with bookkeeper. Reviewed entitlements and provided update of entitlement calculations to employees.
	Workers Compensation Claims	Reviewed insurance policies. Projected future salary expenses for the Workers' Compensation Policy premium calculations.
	Other Employee Issues	Reviewed employee contracts. Ascertained tasks performed by all employees during the normal course of business and re-assigned responsibilities for Administration. Continuously updated employee leave schedule. Calculated incentives to retain key staff. Advised employees of incentive structure. Processed resignation and termination notices. Attended meetings with key staff and directors. Undertook on site management. Continuously assessed staff requirements. Prepared forecasts for future staff activity. Prepared task listing for staff and directors' activities.
Trade On 113.50 hours \$35,945.50	Trade On Management	Liaised with suppliers and utility providers. Liaised with Lessor and Sub-lessee. Liaised with management and staff regarding new protocols and procedures. Regularly attended Lift premises. Prepared and authorised cheque/cash receipt vouchers. Prepared and authorised payment vouchers.
	Processing Receipts and Payments	Entered receipt and payments into accounting system. Reviewed invoices to determine payment period and reasoning of payment.

Task Area	General Description	Includes
	Budgeting and Financial Reporting	Prepared cash flow projections and monitored actual versus budget projections. Meetings on cash/financial position.
Investigation 142.30 hours \$56,026.50	Conducting Investigation	Listed company books and records. Reviewed company background, nature and history. Liaised with the Directors. Reconstructed and reviewed financial statements. Prepared comparative financial statements, formulating conclusions based on same. Prepared deficiency statement. Reviewed specific transactions and liaising with directors and Company staff regarding same. Reviewed, reconciled and analysed the Company's client database. Reviewed and summarised statutory searches. Investigated all Lift emails using keyword searches. Prepared investigation file. Reviewed cash transferred to ML in error and surrounding transactions. Reviewed negative loan balances and how position arose. Reviewed location of dividend receipts. Reviewed director and related party payments. Reviewed major client group transactions, account activity and relationships. Reviewed pre-appointment bank account transactions for potential monies transferred in error. Collected and collated MLIA prime reports.
	Litigation/Recoveries	Liaised with solicitors regarding recovery actions. Reviewed and monitored Swaby and Crabb proceedings.
	ASIC Reporting	Prepared statutory investigation reports. Liaised with the ASIC. Provided the ASIC with requested records.
Administration 193.40 hours \$46,515.00	Correspondence	Opened and distributed incoming correspondence. Reviewed incoming correspondence. Prepared responses to incoming correspondence. Formatted client correspondence.
	Document Maintenance/File Review/Checklist	Printed documents. Filed documents per statutory requirements. Conducted periodic file reviews. Updated checklists. Liaised with off-site storage provider regarding document management and access.
	Insurance	Identified potential issues requiring attention of insurance specialists. Corresponded with insurance broker regarding initial and ongoing insurance requirements. Reviewed insurance policies. Corresponded with previous insurance brokers. Attended to pre and post-appointment insurance matters.

Task Area	General Description	Includes
	Bank Account Administration	<p>Liaised with pre-appointment company bank account provider.</p> <p>Undertook continued correspondence regarding Administrators' bank accounts.</p> <p>Organised continual transfer of funds from pre-appointment bank accounts.</p> <p>Monitored cash position and incorporating same into cash flow projections.</p> <p>Arranged for the banking of cheques.</p> <p>Arranged for drawing and authorisation cheque payments/EFTs.</p> <p>Requested bank statements.</p> <p>Prepared bank account reconciliations.</p> <p>Requested information from Lift regarding funds received.</p> <p>Corresponded with bank regarding specific transfers.</p> <p>Opened high interest earning account.</p> <p>Transferred Administration funds to interest earning account.</p>
	Planning/Review	<p>Monitored progress of Administration and discussions regarding status/strategy of same.</p> <p>Engaged in numerous planning meetings.</p>
Statutory 55.20 hours \$22,898.50	ASIC Forms and Other Lodgements	<p>Prepared and lodged ASIC forms (including 505, 523, 911 etc.)</p> <p>Corresponded with the ASIC regarding statutory forms.</p> <p>Prepared, reviewed, authorised and lodged minutes of first meeting of creditors.</p> <p>Prepared draft minutes of adjourned second creditors meeting.</p>
	Liaising with Government Bodies and Other Statutory Reporting	<p>Liaised with the ATO regarding appointment.</p> <p>Completed and lodged BAS'.</p> <p>Corresponded with the ATO regarding Super Guarantee Charge.</p> <p>Liaised with the APRA regarding disclosure requirements.</p> <p>Engaged in ongoing liaison and provision of information to ASIC regarding Company structure, products and clients.</p> <p>Engaged in regular briefings and meeting with ASIC in respect of the progress of the Administration, Court applications and investigations.</p>

Annexure E –LCP Administrators Estimated Remuneration for the period 25 October 2008 to 12 November 2008

Remuneration estimates for the Administration of LCP (25 October 2008 to 12 November 2008)

Task categories	Administrators' Estimate (GST exclusive) \$
Assets	130,000
Creditors	150,000
Employees	28,000
Trade-on	17,000
Investigations	-
Statutory and reporting	10,000
Administration	15,000
Total	350,000

Source: Administrators' estimates

Annexure F – Description of tasks expected to be completed on LCP for the period 25 October 2008 to 12 November 2008

Task Area	General Description	Includes
Assets approximately \$130,000	Asset Identification and Assessment	Internal meetings to discuss and review information received and assess future strategy and action. Asset realisation.
	Debtors	Liaising with solicitors and prospective refinancers regarding collections.
Creditors approximately \$150,000	Creditor Enquiries	Receiving and following up creditor enquiries via telephone and email. Providing information to creditors regarding the status of their accounts. Arranging for Lift Facility Statements to be sent to clients. Providing assistance to creditors in refinancing. Pursuing Category 1 clients who have not responded. Pursuing Category 1 clients with outstanding loans. Returning Identifiable Securities to specific Category 2 clients. Arranging for the return of securities from Berndale. Issuing a statement of claim to major client group Preparing for and attending the Court Declarations hearing commencing on 11 November 2008.
	Dealing with Proofs of Debt	Providing assistance to creditors for completing their PODs. Liaising with external providers to collect, collate and record PODs. Updating total creditor claims.
	Meeting of Creditors	Preparation of supplementary section 439A report to creditors. Preparing meeting notices, proxies and advertisements. Forward notice of meeting to all known creditors. Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, reports to creditors, advertisement of meeting and draft minutes of meeting. Discussions regarding conduct of meeting, including protocols, voting and processing of creditors.
	Release of Creditors	Liaising with creditors, advisors, refinancing institutions and fund managers regarding client refinances and/or redemption of securities. Processing and released Category 2 clients with no loans. Releasing Identifiable Securities to Category 2 clients whose loan is expected to be set-off by Non-Identifiable Securities on 12 November 2008, leaving a significant surplus.

Task Area	General Description	Includes
		<p>Reviewing client release checklists. Maintaining client library of information. Returning Identifiable Securities to clients. Reconciling loan repayments. Preparing ASTF's for the transfer of client securities. Analysed client positions should set-off apply. Following up on clients holding un-presented cheques. Contacting Category 1 clients who did not provide instructions regarding their outstanding loan balance. Updating and reviewing distribution schedules. Attending client refinance meetings to receive loan repayment cheque in exchange for ASTF's. Providing outstanding loan balance to clients, advisors or lending institutions. Updating database of refinances and client release. Tracking loan repayments and contacting clients who missed their designated repayment dates.</p>
	Secured Creditors	Meetings and discussions with secured creditor and their advisors.
	Media	<p>Liaising with PR agent. Dealing with media queries. Monitoring of press coverage. Updating McN+ and Lift Capital websites with new creditor information.</p>
Employees approximately \$28,000	Employees Enquiry	Addressing employees queries in person and via telephone.
	Employee Entitlements	<p>Payment of pre and post-appointment employee entitlements. Calculating PAYG and superannuation contributions.</p>
	Other Employee Issues	<p>Continuously updating employee leave schedule. Processing of resignation notices. Supervision of employees in undertaking tasks on behalf of the Administration.</p>
Trade On approximately \$17,000	Trade On Management	<p>Liaising with suppliers and utility providers Liaising with lessor and sub-lessee. Pursuing sub-lessee for outstanding rent. Attendance on site. Preparing and authorising cheque/cash receipt vouchers. Preparing and authorising payment vouchers. Banking of cheques. Drawing and authorising cheque payments/EFTs. Requesting bank statements. Bank account reconciliations. Requesting information from Lift regarding funds received. Correspondence with bank regarding specific transfers.</p>
	Processing Receipts and Payments	Entering receipt and payments into accounting system.

Task Area	General Description	Includes
	Budgeting and Financial Reporting	Preparing cash flow projections and regularly updating same. Meetings to discuss cash/financial position and likely return to creditor.
Administration approximately \$15,000	Correspondence	Opening and distributing incoming correspondence. Reviewing incoming correspondence. Preparation of responses to incoming correspondence and authorisation of same. Preparation of general correspondence.
	Document Maintenance/File Review/Checklist	Administration reviews. Filing of documents. File reviews. Updating checklists.
	Insurance	Correspondence with insurance broker regarding ongoing insurance requirements. Reviewing insurance policies.
	Planning/Review	Monitoring progress of Administration and discussions regarding status/strategy of same. Numerous planning meetings.
Statutory approximately \$10,000	Liaising with Government Bodies and Other Statutory Reporting	Preparing BAS'. Ongoing liaison and provision of information to ASIC regarding Company structure, products and cliental. Statutory lodgements. Preparing and lodging six-monthly accounts with ASIC. Preparing and lodging monthly returns with APRA.

Annexure G - LCN Administrators Remuneration for the period 10 April 2008 to 27 June 2008

	Administration		Assets		Creditors		Employees		Investigations		Statutory & Reporting		Trade On		Total Hours	McN+ Standard Charge Out Rates	Total Remuneration	
	Hours	Hours	Hours	Hours	Hours	Hours	Hours	Hours	Hours	Hours	Hours	Hours	Hours					
Partner																		
Joseph Hayes															5.50	\$ 620.00	\$ 3,410.00	
Tony McGrath															3.30	\$ 620.00	\$ 2,046.00	
Partner Total															8.80	\$ 1,240.00	\$ 5,456.00	
Director																		
Graham Cope															1.20	\$ 495.00	\$ 594.00	
Director Total															1.20	\$ 495.00	\$ 594.00	
Manager 1																		
Vanessa Chase															2.90	\$ 390.00	\$ 1,131.00	
Manager 1 Total															2.90	\$ 390.00	\$ 1,131.00	
Manager 2																		
Andrew McCabe															1.30	\$ 345.00	\$ 448.50	
Manager 2 Total															1.30	\$ 345.00	\$ 448.50	
Accountant																		
Stephen Nikolovski	0.40														3.40	\$ 185.00	\$ 629.00	
Accountant Total	0.40														3.40	\$ 185.00	\$ 629.00	
Undergraduate Accountant																		
Anna Kovarsky	0.80										1.10				2.40	\$ 170.00	\$ 408.00	
Undergraduate Accountant Total	0.80										1.10				2.40	\$ 170.00	\$ 408.00	
Personal Assistant																		
Elise Turner	0.30														0.30	\$ 125.00	\$ 37.50	
Personal Assistant Total	0.30														0.30	\$ 125.00	\$ 37.50	
Administrator																		
Alice Cansdell	0.80														0.80	\$ 110.00	\$ 88.00	
Gemma Nolan	0.40														0.40	\$ 115.00	\$ 46.00	
Administrator Total	1.20														1.20	\$ 225.00	\$ 134.00	
Grand Total	2.70						8.20				9.60			1.00	21.50		\$ 8,838.00	

Annexure H - Description of tasks completed on LCN for the period 10 April 2008 to 27 June 2008

Task Area	General Description	Includes
Creditors 8.20 hours \$3,091.50	Creditor Reports/Circulars	Prepared initial circular to creditors. Prepared report pursuant to section 439A of the Act. Advised creditors of progress of Administration via updates posted on the Company's website.
	Meeting of Creditors	Prepared documents for first meeting of creditors. Forwarded notice of meeting to all known creditors. Prepared meeting file. Arranged the meeting venue. Discussed conduct of meeting, processing of creditors. Prepared and reviewed minutes of meeting.
	Media	Prepared and issued media releases. Liaised with PR agent. Monitored of press coverage. Updated McN+ and Lift websites.
Trade On 1.00 hours \$340.00	Trade On Management	Prepared and authorised cheque/cash receipt vouchers.
	Processing Receipts and Payments	Entered receipt and payments into accounting system.
Administration 2.70 hours \$381.50	Correspondence	Opened incoming correspondence and responded to correspondence.
	Document Maintenance/File Review/Checklist	Conducted first month administration review. Filed documents per statutory requirements. Periodically reviewed files. Updated checklists.
	Insurance	Correspondence with insurance broker regarding initial and ongoing insurance requirements. Reviewed insurance policies. Correspondence with previous brokers.
	Bank Account Administration	Secured pre-appointment company bank accounts. Prepared correspondence opening Administrators' bank accounts. Transferred funds from pre to post-appointment bank accounts. Monitored cash position. Banked cheques. Requested bank statements. Prepared account reconciliations. Requested information from Lift regarding funds received.
	Planning/Review	Monitored progress of Administration and discussions regarding status/strategy of same. Numerous planning meetings.

Task Area	General Description	Includes
Statutory & Reporting 9.60 hours \$5,025.00	ASIC Forms and Other Lodgements	Prepared and lodged ASIC forms (505, 911 etc). Correspondence with ASIC regarding statutory forms. Prepared, reviewed, authorised and lodged minutes of first meeting of creditors.
	Liaising with Government Bodies and Other Statutory Reporting	Notified ATO of appointment. Correspondence with ATO regarding Super Guarantee Charge. Liaised with APRA regarding disclosure requirements. Ongoing liaison and provision of information to ASIC regarding Company structure, products and clients. Regular briefings and meeting with ASIC in respect of the progress of the Administration, Court applications and investigations.

Annexure I - LCN Administrators Remuneration for the period 28 June 2008 to 24 October 2008

	Administration Hours	Assets Hours	Creditors Hours	Employees Hours	Investigations Hours	Statutory & Reporting Hours	Trade On Hours	Total Hours	MCN+ Standard Charge Out Rate	Total Remuneration
Senior Manager	-	-	-	6.70	-	-	-	6.70	\$ 465.00	\$ 3,115.50
Senior Manager Total	-	-	-	6.70	-	-	-	6.70	\$ 465.00	\$ 3,115.50
Manager 2	-	-	-	-	-	0.60	-	0.60	\$ 370.00	\$ 222.00
Manager 2 Total	-	-	-	-	25.00	25.00	-	25.00	\$ 370.00	\$ 9,250.00
Accountant	-	-	-	1.00	-	-	-	1.00	\$ 200.00	\$ 200.00
Accountant Total	-	-	-	1.00	-	-	-	1.00	\$ 200.00	\$ 200.00
Administrator	-	-	-	-	-	0.90	0.80	1.70	\$ 120.00	\$ 96.00
Administrator Total	-	-	-	-	-	0.90	1.20	2.10	\$ 120.00	\$ 112.50
Grand Total	-	-	-	7.70	25.00	0.90	2.00	35.60	\$ 306.61	\$ 13,140.00

**Annexure J - Description of tasks completed on LCN
for the period 28 June 2008 to 24 October 2008**

Task Area	General Description	Includes
Creditors 7.70 hours \$3,315.50	Creditor Reports/Circulars	Prepared report pursuant to section 439A of the Act. Advised creditors of progress of Administration via updates posted on the Company's website.
	Meeting of Creditors	Forwarded notice of meeting to all known creditors. Prepared meeting file. Arranged the meeting venue. Discussed conduct of meeting, processing of creditors. Prepared and reviewed minutes of meeting.
	Media	Prepared and issued media releases. Liaised with PR agent. Monitored of press coverage.
Investigations 25.00 hours 9,250.00	Conducting Investigation	Reviewed and summarised statutory searches. Conducted investigation of Lift emails using keyword searches. Prepared investigation file.
Statutory 1.50 hours \$334.50	Liaising with Government Bodies and Other Statutory Reporting	Ongoing liaison and provision of information to ASIC. Lodgement of statutory notices.
Trade On 2.00 hours \$240.00	Document Maintenance/File Review/Checklist	Filed documents per statutory requirements. Periodic file reviews. Updated Administration checklists.
	Bank Account Administration	Monitored cash position. Banked cheques. Prepared and authorised cheque/cash receipt vouchers. Requested bank statements. Bank account reconciliations. Requested information from Lift regarding funds received.
	Planning/Review	Monitored progress of Administration and discussions regarding status/strategy of same. Numerous planning meetings.

Annexure K –LCN Administrators Remuneration Estimated for the period 25 October 2008 to 12 November 2008

Remuneration estimates for the Administration of LCN (25 October 2008 to 12 November 2008)

Task categories	Administrators' Estimate (GST exclusive) \$
Assets	-
Creditors	3,000
Employees	-
Trade-on	1,000
Investigations	-
Statutory and reporting	500
Administration	500
Total	5,000

Source: Administrators' estimates

Annexure L – Description of task expected to be completed on LCN for the period 25 October 2008 to 12 November 2008

Task Area	General Description	Includes
Creditors approximately \$3,000	Creditor Enquiries	Receiving and following up creditor enquiries via telephone and email.
	Dealing with Proofs of Debt	Providing assistance to creditors for completing their PODs. Liaising with external providers to collect, collate and record PODs. Updating total creditor claims.
	Meeting of Creditors	Preparation of supplementary section 439A report to creditors. Preparing meeting notices, proxies and advertisements. Forward notice of meeting to all known creditors.
Trade On approximately \$1,000	Trade On Management	Preparing and authorising cheque/cash receipt vouchers. Preparing and authorising payment vouchers. Banking of cheques. Drawing and authorising cheque payments/EFTs. Requesting bank statements. Bank account reconciliations. Requesting information from Lift regarding funds received.
	Processing Receipts and Payments	Entering receipt and payments into accounting system.
	Budgeting and Financial Reporting	Preparing cash flow projections and regularly updating same. Meetings to discuss cash/financial position and likely return to creditor.
Administration approximately \$500	Correspondence	Opening and distributing incoming correspondence. Reviewing incoming correspondence. Preparation of responses to incoming correspondence and authorisation of same.
Statutory approximately \$500	Liaising with Government Bodies and Other Statutory Reporting	Preparing BAS'. Preparing and lodging six-monthly accounts with ASIC. Preparing and lodging monthly returns with APRA.

Annexure M – Summary of LCP Receipts and Payments for the period 10 April 2008 to 24 October 2008

	10 April 2008 to 23 June 2008	24 June 2008 to 24 October 2008	10 April 2008 to 24 October 2008
	\$	\$	\$
Receipts			
Pre-appointment cash	10,902,593	-	10,902,593
Cash Management Trust receipts	801,352	1,890,187	2,691,539
Options receipts	758,953	-	758,953
Close out of interest rate swap	560,163	-	560,163
Refinance of loans	31,419	12,452,366	12,483,785
Interest income	95,292	192,814	288,106
Dividend/distribution receipts	197,249	-	197,249
Share entitlement offer	-	8,888	8,888
Wesfarmers rights issue	8,178	-	8,178
Telstra 3 instalment receipts	34,560	-	34,560
Subpoena costs	30	-	30
Refund of withholding tax	-	9,108	9,108
Total Receipts	13,389,790	14,553,362	27,943,152
Payments			
Funds held on trust - CMT accounts	3,142,597	3,373,562	6,516,159
Funds held on trust - New accounts	2,144,175	108,202	2,252,377
Wages & salaries	166,413	273,450	439,863
Superannuation (post-appointment)	-	20,380	20,380
Superannuation (pre-appointment)	-	51,844	51,844
Employee entitlements (post-appointment)	-	1,615	1,615
Employee entitlements (pre-appointment)	-	7,262	7,262
Insurance costs	275	6,821	7,096
Facilities & equipment hire	40,224	31,312	71,536
Office costs	507	12,919	13,426
Bank fees	2,341	314	2,655
Printing & stationery	6,331	16,739	23,070
Public relations	13,639	17,006	30,645
Reimbursements	2,114	2,084	4,198
Rent & rates	36,323	148,473	184,796
Legal fees	217,474	1,754,860	1,972,334
Share entitlement offer	-	8,888	8,888
Subcontractors	3,416	2,228	5,644
Valuation costs	1,100	12,125	13,225
Wesfarmers rights issue	8,178	-	8,178
Telstra 3 instalment payments	34,560	-	34,560
Withholding tax	9,108	-	9,108
Total payments	5,828,774	5,850,085	11,678,860
Net Receipts (Payments)	\$7,561,016	\$8,703,277	\$16,264,292

Annexure N- Summary of LCN Receipts and Payments for the period 10 April 2008 to 24 October 2008

	10 April 2008 to 23 June 2008	24 June 2008 to 24 October 2008	10 April 2008 to 24 October 2008
	\$	\$	\$
Receipts			
Dividend/distribution receipts	111,144	1,722,773	1,833,917
Interest income	380	11,955	12,335
Loan repayment	-	113,328	113,328
Pre-appointment cash	73,017	-	73,017
Refund of withholding tax	-	28	28
Total Receipts	184,541	1,848,084	2,032,625
Payments			
Bank fees	860	301	1,161
Returned dividends	-	1,672	1,672
Returned incorrectly credited funds	-	67,529	67,529
Withholding tax	28	-	28
Total payments	888	69,502	70,390
Net Receipts (Payments)	\$183,653	\$1,778,583	\$1,962,236

Annexure O - IPAA guide to approving remuneration in external administrations