

1 April 2020

Notice to Unsecured Priority Creditors

Dear Sir / Madam

RE: Force Corp Pty Limited (In Liquidation) ACN 109 630 079 (the Company)

Uploaded to the Deloitte Force Corp Webpage

1. Preliminaries

We refer to the appointment of Vaughan Strawbridge and myself as Administrators and subsequently Liquidators of the Company on 13 July 2015 and 23 November 2015 respectively.

We also refer to our previous advices that sets out details of the Liquidators' proposed application to the Supreme Court of New South Wales (**Court**) for directions in relation to the competing unsecured priority creditor claims (**Application**).

The purpose of this letter is to provide an update in regard to this process and the likely payment of the dividend to priority unsecured creditors of the Company.

2. Update on the Application to the Supreme Court of New South Wales

As part of the Application, FEG and the secured creditor were provided an opportunity to submit further information and documentation in relation to their respective claims. This process has involved the receipt of additional information on two occasions and the consideration of this information by the Liquidators and their lawyers.

After considering the new information, the Liquidators and our legal advisors are now finalising the Court Application which will be provided to unsecured priority creditors of the Company as soon as it is finalised. The Application will then be filed for directions with the Court.

3. Update on the unsecured priority creditor dividend distribution

Priority unsecured creditors (which includes employees) are advised that subject to the directions being provided by the Court in respect of the Application, it is expected that:

- i. a dividend will be paid in full for outstanding pre-appointment wages and superannuation;
- ii. a dividend of less than 100 cents in the dollar will be paid for annual leave; leave loading and long service leave employee entitlements; and
- iii. All other entitlements relating to payment in lieu of notice and redundancy are **not** likely to be paid a dividend regardless of the outcome of the Application.

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The Liquidators advise that a first and final dividend will be declared and paid shortly after the Court has provided directions with respect to the Application.

Should you have any queries, please contact Shannon Brass on (02) 9322 7601 or by email to forcecorp@deloitte.com.au.

Yours faithfully,

A handwritten signature in black ink, appearing to read 'D J F Lombe', with a long, sweeping underline that extends to the left.

D J F Lombe
Joint and Several Liquidator