

Administration Bulletin No. 3

16 June 2009

Great Southern Limited ACN 052 046 536
 (Receivers and Managers Appointed)(Administrators Appointed) ("GSL")



Week Three/Four

- On Tuesday June 9, 2009, the **Creditors Committees for each of the GSL and Great Southern Managers Australia Limited ("GSMAL")** met for the first time. The meetings were held at the Ferrier Hodgson offices in Perth and Melbourne, with members taking part via conference call facilities from Sydney and Tasmania.
- The key matters addressed in this meeting were:
 - The Committees agreed the Administrators should seek a three-month extension to the convening period for the second meeting of creditors.
 - They agreed to hold meetings at least monthly. The dates for these meetings will be decided by consultation with the committee members.
 - Minutes of these meetings will be available on the Ferrier Hodgson website (www.ferrierhodgson.com).
- The Committee members include:

GSMAL:

Representative	Creditor/Investor name
Peter Burke	Investor
Michael Butler	Australian Financial Solutions, Investment Advisor
Neil White	33 rd JAF Pty Ltd, Investor
Tim O'Malley	Bendigo and Adelaide Bank, Creditor
Marcello Blasi	Terello Pty Ltd ATF Blasi Family Super Fund, Investor
Robert Quinby	Quinby Property Services, Creditor
Mark Kailis	Kailis Olive Processing Pty Ltd, Creditor
Peter Young	Complete Investments, Investment Advisor
John Dehne	Investor
Phillip Capicchiano	Investor

GSL:
Representative
Creditor/Investor name

Mark Sheldon-Stemm

CRC Forestry Limited, Creditor

Phillip Joseph

Australian Executive Trustee, Creditor

Sandra Gibson

GSL Employee Representative

Tim O'Malley

Bendigo and Adelaide Bank, Creditor

- Should you require the contact details of the nominated committee creditor members, please send your enquiries to gsl_creditors@perth.fh.com.au and we will supply you with the details.
- On Thursday June 11, 2009, the Administrators appeared before the Supreme Court of Western Australia to table their application for an **extension to the convening period** for the second meeting of creditors.
 - Pursuant to the Corporations Act, the second meeting of creditors would need to be held by Monday 22 June 2009 unless the Administrators apply to the Court to extend this date.

Given GSL is a particularly complex Administration, the Administrator believed – and the Creditors Committees agreed – that more time was needed to develop a full understanding of the group's issues and progress with the areas of focus of our Administration.
 - The Court approved the application and the second meeting of creditors will now be convened by 14 September 2009 (and held before the 21 September). This meeting may be convened earlier or the Administrator may apply for a further extension, should this be necessary.
- The Administrator and Receiver met with the Australian Securities and Investment Commission on 3 June 2009 to provide an update on our progress with various issues. We will continue to provide ASIC with regular reporting updates as the Administration continues.
- We continue to meet with the Receivers and Managers to discuss their progress and timeframes in relation to assessment of the various MIS schemes' viability. The Receivers and Managers who are in control of the operations of the entities they are appointed over, including their books, records and resources, anticipate it will take at least 6 weeks to complete their assessment.
- The Administrators continue to look at the potential for reorganising the Group and will engage with the key stakeholder groups as appropriate. As further information comes to light we will make this available.

Second meetings of creditors

- The **second meetings of creditors** will now be convened on or before 14 September, 2009 (and held before the 21 September), at the Melbourne Exhibition Centre, 2 Southbank Drive, Southbank. Webcast facilities will be made available for those creditors that cannot attend in person.
- Pursuant to the Corporations Act, we are required to provide a minimum of five business days notice, however, we will be working towards providing creditors and investors with as much advance notice as practicable.
- To make this process as efficient as possible, we recommend that you send us an email to one of the stakeholder addresses detailed on the next page.
- The purpose of the second creditors meeting is to consider the future of the Great Southern Group and whether we should:
 - Establish a Deed of Company Arrangement
 - End the Administration
 - Place the Group in liquidation
- Before these meetings, the Administrators will issue a **report to creditors** outlining details of the Group's business, property, affairs and financial circumstances to help make your decisions about the future of the Group.
- For details on the meeting process please refer to the specific **FAQ document** on the Ferrier Hodgson website (www.ferrierhodgson.com) on what to expect at the creditor meetings and how you can prepare for the creditor meetings.

The week ahead

- In the next week we will be focussing on the following tasks:
 - Continue to work on dealing with investor and creditor queries.
 - Continue to work with Receiver and Manager on the MIS viability assessments.
 - Progress our investigations into Project Transform (cattle and forestry scheme restructure), review of Project Javelin (sale of Great Southern Finance loan book) and various other areas of interest.

Contact us

- To ensure that you remain fully informed of any developments in the Administration, we have established specific contact points for creditors, employees, investors and shareholders with the following email addresses:

Stakeholder	Email address
Investor enquiries	gsl_investors@perth.fh.com.au
Shareholder enquiries	gsl_shareholders@perth.fh.com.au
Creditor enquiries	gsl_creditors@perth.fh.com.au

- There is also a link to a document containing answers to **Frequently Asked Questions** which is updated weekly to address common questions. Go to www.ferrierhodgson.com and click the Great Southern link.
- Alternatively you may wish to contact the **Great Southern Hotline** on 1800 258 348.