

PERTH

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30 August 2010

**Natural Fuel Limited
(Subject to Deed of Company Arrangement) (NFL)
ACN 106 760 418**

Calling for Formal Proofs of Debt

CIRCULAR TO CREDITORS

I refer to the appointment of Martin Jones, Andrew Saker and Darren Weaver as Deed Administrators pursuant to the terms of the Deed of Company Arrangement (DOCA) executed on 10 November 2009, and subsequently varied on 29 June 2010 and 17 August 2010.

As you are aware, the terms of the DOCA provides the Trustee with the ability to:

1. Distribute the shares that are to be set aside for admitted creditors after 12 months after the shares are issued; or
2. Sell the shares that are to be set aside for admitted creditors and distribute the proceeds from this share sale,

in either case on a pari passu basis, in proportion to the amount of debt that unsecured creditors are admitted for in the creditors trust.

Given the above and as the DOCA will effectuate shortly, I give notice that the Deed Administrators are now calling for formal proofs of debt from the creditors of NFL. It is anticipated that a distribution of shares will be made to creditors in proportion to their outstanding debt, and in view of this, the Deed Administrators are required to formally adjudicate on each creditors' claim.

Pursuant to Regulation 5.6.65(2) of the Corporation Act 2001, creditors must submit a Formal Proof of Debt on or before **Thursday, 30 September 2010**. In this regard, I enclose a Formal Proof of Debt for your completion.

Should you have any queries in relation to the above, please do not hesitate to contact Adam Puddy of this office.



Andrew Saker
Joint and Several Deed Administrator of
Natural Fuel Limited

Encl.

NFL-circular-apu-24.08.2010

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CORPORATE ADVISORY

FORENSICS

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**FORM 534
CORPORATIONS ACT 2001**

Subregulation 5.6.48(3)

**NATURAL FUEL LIMITED
(SUBJECT TO DEED OF COMPANY ARRANGEMENT)
(THE COMPANY)
ACN 009 162 949**


NOTICE INVITING FORMAL PROOF OF DEBT OR CLAIM

Take notice that creditors of the Company, whose debts or claims have not already been admitted, are required on or before Thursday, 30 September 2010 to prove their debts or claims and to establish any title they may have by delivering or sending through the post to me at my address, a formal proof of debt claim in accordance with Form 535 or 536 containing their respective debts or claims. If they do not they will be excluded from:

- a) The benefit of any equity distribution made before their debts or claims are proved or their priority is established; and
- b) Objecting to the distribution.

Form of proof may be obtained from me.

DATED this 30th day of August 2010



Andrew Saker
Joint and Several Deed Administrator

Ferrier Hodgson
Level 26, BankWest Tower
108 St George's Terrace
Perth WA 6000

FORM 535
CORPORATIONS ACT 2001

Subregulation 5.6.49(2)

FORMAL PROOF OF DEBT OR CLAIM

ACN 106 760 418

To the Joint and Several Deed Administrators of Natural Fuel Limited (Subject to Deed of Company Arrangement)

1. This is to state that the company was, on 9 April 2009 ⁽¹⁾ and still is, justly and truly indebted to ⁽²⁾

 for
dollars andcents.

Particulars of the debt are:

Date	Consideration ⁽³⁾	Amount \$	GST included \$	Remarks ⁽⁴⁾

2. To my knowledge or belief the creditor has not, nor has any person by the creditor's order, had or received any manner of satisfaction or security for the sum or any part of it except for the following:⁽⁵⁾
- 3.^{(6)*} I am employed by the creditor and authorised in writing by the creditor to make this statement. I know that the debt was incurred for the consideration stated and that the debt, to the best of my knowledge and belief, still remains unpaid and unsatisfied.
- 3.^{(6)*} I am the creditor's agent authorised in writing to make this statement in writing. I know that the debt was incurred and for the consideration stated and that the debt, to the best of my knowledge and belief, still remains unpaid and unsatisfied.

DATED this day of 2010

Signature of Signatory

NAME IN BLOCK LETTERS.....

Occupation.....

Address.....

See Directions overleaf for the completion of this form

OFFICE USE ONLY

POD No:		ADMIT - Ordinary	\$
Date Received:	/ /	ADMIT - Preferential	\$
Entered into IPS/Computer:		Reject	\$
Amount per RATA	\$	H/Over for Consideration	\$
PREP BY/AUTHORISED		TOTAL PROOF	\$
DATE AUTHORISED	/ /		

Directions

- * Strike out whichever is inapplicable.
- (1) Insert date of Court Order in winding up by the Court, or date of resolution to wind up, if a voluntary winding up.
- (2) Insert full name and address of the creditor and, if applicable, the creditor's partners. If prepared by an employee or agent of the creditor, also insert a description of the occupation of the creditor.
- (3) Under "Consideration" state how the debt arose, for example "goods sold and delivered to the company between the dates of"; "moneys advanced in respect of the Bill of Exchange".
- (4) Under "Remarks" include details of vouchers substantiating payment.
- (5) Insert particulars of all securities held. Where the securities are on the property of the company, assess the value of those securities. If any bills or other negotiable securities are held, specify them in a schedule in the following form:

Date	Drawer	Acceptor	Amount	Date Due
	\$	¢		

-
- (6) If proof is made by the creditor personally, strike the two (2) paragraphs numbered 3.
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Annexures

- A. If space provided for a particular purpose in a form is insufficient to contain all the required information in relation to a particular item, the information must be set out in an annexure.
- B. An annexure to a form must:
 - (a) have an identifying mark;
 - (b) and be endorsed with the words:

"This is the annexure of (insert number of pages) pages marked (insert an identifying mark) referred to in the (insert description of form) signed by me/us and dated (insert date of signing); and
 - (c) be signed by each person signing the form to which the document is annexed.
- C. The pages in an annexure must be numbered consecutively.
- D. If a form has a document annexed the following particulars of the annexure must be written on the form:
 - (a) the identifying mark; and
 - (b) the number of pages.
- E. A reference to an annexure includes a document that is with a form.