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1 April 2011

**SAS GLOBAL BALDIVIS LTD
(Subject to Deed of Company Arrangement)
(Receivers and Managers Appointed) ("SGBL")
ACN 120 233 490**

**ADELAIDE
BRISBANE
MELBOURNE
SYDNEY
JAKARTA
KUALA LUMPUR
SINGAPORE
TOKYO**

CIRCULAR TO CREDITORS

I refer to the abovenamed company and previous correspondence.

I advise that at a meeting of the creditors of the abovenamed company held on 31 March 2011, creditors passed a resolution to vary the existing Patersons Corporate Finance ("Patersons") Deed of Company Arrangement ("DOCA") pursuant to section 445F of the Corporations Act 2001 ("the Act").

Affiliated through
Zolfo Cooper
**United States
United Kingdom
Caribbean**
and
KLC Kennic Lui & Co
**Hong Kong
China**

I confirm that Brian McMaster and Mark Mentha of KordaMentha were appointed Joint and Several Receivers and Managers ("R&M") of SGBL on 9 November 2009 by the NAB pursuant to its registered fixed and floating charge. Given the appointment of the R&M, they control the company's operations generally and have since completed a marketing program for the sale of SGBL's main asset at Baldivis, WA ("the Baldivis property") which settled on 23 March 2011. The details pertaining to the sale agreement are yet to be made available to the Deed Administrators though we understand NAB was not repaid in full.

The variation to the Patersons DOCA again provides for a reconstruction of SGBL on terms previously outlined but with a revised end date for Completion (30 September 2011) having regard to the delay in realisation of the land property.

Patersons are now working towards completion of the remaining Conditions Precedent and in this regard will be in contact with shareholders (to obtain approval) over the following months.

Should you have any queries in relation to this matter, please do not hesitate to contact me, or in my absence, either Sandra Gauci or Charlotte Linfoot of this office.



Martin Jones
Joint and Several Deed Administrator of
SAS Global Baldivis Limited