

FAQ - EMPLOYEES

Quickflix Limited (Administrators Appointed) ACN 102 459 352 (the Company)

Why was there a change in Voluntary Administrator?

At the first meeting of creditors of the Company held on Friday, 6 May 2016 Dermott McVeigh, Wayne Rushton and Morgan Kelly of Ferrier Hodgson were replaced as Voluntary Administrators by Jason Tracy and Richard Hughes of Deloitte Touche Tohmatsu.

As a consequence of the appointment, Jason Tracy and Richard Hughes assume responsibility for the Company's management and the control of its assets.

Notwithstanding this, we will be working with Ferrier Hodgson and its staff to ensure a smooth transition.

How does the change in Voluntary Administrator impact the administration?

Generally speaking, there will be no change to the conduct of the voluntary administration.

We are examining the Company's trading position with a view to assessing its future viability and whether a sale as a going concern or a recapitalisation can be achieved.

At this stage our expectation is that the business will continue to trade as normal; however, we will advise you immediately if this changes.

During this time, we ask that you do not disclose (except in the proper course of your duties or as is required by law) any confidential information acquired by you about the Company and its associated businesses, its products and customers to any person or organisation, including the Company's directors, except where written permission is granted by the Administrators or our authorised representatives. Any confidential information must not be used to cause injury or loss to the Company and associated businesses.

Am I still employed by the Company?

In the interim, unless advised otherwise, your employment with the Company continues on the same terms and conditions that existed at the time of our appointment.

If you have any questions about the status of your employment, please contact Tyron Lopes on (08) 9365 8171 or email tylopes@deloitte.com.au.

What happens to my employee entitlements at the date of the administration?

Outstanding employee entitlements, such as wages, superannuation contributions payable by the Company, holiday pay, long service leave and retrenchment payments, are afforded a statutory priority.

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Entitlements of directors and other related persons also have a statutory priority; however, the priority for such persons is limited to \$2,000 for wages and superannuation contributions and \$1,500 for holiday pay and long service leave entitlements.

An employee's priority ranks after the Administrators' costs and remuneration but ahead of ordinary unsecured creditor claims.

At this stage, we are not in a position to determine whether the Company will have sufficient funds to pay employee entitlements.

Please advise this office in writing of any change of address. If you do not, you may not receive future communications regarding the Company and your entitlements.

What if I have additional questions which have not been addressed by this Frequently Asked Questions?

If you have additional questions, please contact Tyron Lopes on (08) 9365 8171 or email tylopes@deloitte.com.au