

MF Global Australia Limited (In Liquidation) (MFGA) ACN 001 662 007



Members, Creditors and Clients

On 1 November 2011 Christopher Campbell, David Lombe and Vaughan Strawbridge were appointed Joint and Several Administrators of the Company by the directors pursuant to section 436A of the Corporations Act 2001 (Cth).

At the second meeting of creditors on 2 March 2012 it was resolved that the Company be wound up via Liquidation.

The Liquidators of MFGA are pleased to have the opportunity to provide the Annual Report of the Liquidation of MFGA to the members, clients and creditors of MFGA. Whilst the report is only required to report upon one year of the Liquidation, to 2 March 2013, we have also included the Voluntary Administration period.

The Annual Report includes notice of a meeting of members and creditors (including clients) to be held on 31 May 2013 at 10.00am at our offices in Sydney to discuss the report and the liquidation.

Eighteen months ago when approximately one thousand Australian creditors and clients of collapsed broker MFGA met with the three Deloitte Administrators in Sydney on 11 November 2011 there were a number of concerns uppermost on their mind.

The time it would take to return the funds to clients

The primary source of apprehension could be traced back to the collapse of Lehman Brothers in September 2008, the largest bankruptcy in US history and foreshadowing the start of the Global Financial Crisis (GFC). Also top of mind were other corporate failures, such as Opes Prime Stockbroking which collapsed owing more than \$1 billion to creditors but after a number of expensive court cases clients received around 37 cents in the dollar, and Sonray, where after nearly two years the matter was still unresolved and subject to Court hearings.

Clients were worried that it would take as long to get their money as it was taking in the Lehman Brothers matter. Unfortunately, after more than three years Lehman creditors had not received their money as the courts heard and dealt with the application of the law in determining the entitlements of various creditor groups across a number of jurisdictions.

Such a situation was a possibility for MFGA clients and creditors as disagreements arose over entitlements and the calculation of distributions. The situation with MFGA could have snowballed into years of litigation and the money being tied up.

It was a situation that the MFGA Liquidators were determined would not be repeated with the MFGA failure. MFGA collapsed on 31 October 2011 following a US\$6 billion "bet" on European sovereign debt that went wrong, forcing the Australian operation into sudden and unexpected Voluntary Administration that froze \$155 million of client funds in local accounts.

Complicating the picture was that existing laws did not provide a comprehensive answer to deal with those disputes. Because the law did not deal with the complexity of issues in MFGA, whilst acting as Administrators we commenced the Court process in December 2011.

On 2 March 2012 the second meeting of creditors voted to wind up MFGA. However even as Liquidators, we could not make any distributions to creditors due to the client disputes. The Liquidators outlined a list of issues to be resolved in the proceedings in the Supreme Court of NSW to the clients and creditors.

The various client and creditor groups were represented in the Court Proceedings. The goal was to assemble all the necessary evidence in a way that would enable the Court to make a speedy judgement and reduce the chance of an appeal. All parties were given the opportunity to appear on their own behalf in the Court Proceedings. The Liquidators' role in the Court Proceedings was to assist the Court and to provide evidence to all of the client representatives. The client representatives argued their case.

Legal teams had access to the Deloitte e-Discovery system that allowed them efficient access to the evidence, reducing costs and time. The ten legal firms could query the data, particularly the detail attached to the eight evidence reports prepared by the Liquidators.

Deloitte Forensic investigated the thousands of transactions in the 51 trust accounts, some going back 12 months, matched transactions with counterparties and clients, and documented their findings. As Deloitte Forensic had electronically traced and matched all transactions in the client segregated accounts, few queries were received for further tracing.

After four months of intense work, the Liquidators compiled the evidence for the Court to decide on 15 key points. The Liquidators required the Court to rule on these points before we were able to distribute funds to clients.

For four days, starting on 26 June 2012, the Court listened to the arguments of the barristers who represented the clients. Two months later, judgement was handed down. There have been no appeals by clients or creditors against the Court's judgement.

As events unfolded creditors, who are owed about \$319 million, received an initial \$201.5 million of their money back within 12 months. This was followed in the next four months by three more distributions representing \$76.5 million in total. To date an average of 87% of client claims have been distributed.

Costs

Clients and creditors were concerned, and some were quite vocal, that the costs of the liquidation and court action would significantly erode the funds available for distribution to clients.

The Liquidators were acutely aware of this issue and endeavoured to minimise costs even though a complex court process was required to resolve the competing claims. Appointing client representatives to represent all clients and creditors, utilising the services of a legal cost consultant and mitigation actions to reduce the chances of appeal has kept the court process costs to a minimum. In January 2012, the Administrators sent out statements and an online client claim statement survey to most of the 11,049 clients in Australia and overseas who held 16,124 accounts, detailing their entitlements as calculated by the Administrators.

MFGA lost access to its overseas corporate systems to produce client statements. Therefore Deloitte Analytics prepared the digital statements for all clients while Deloitte Digital distributed those estimates to creditors using the Deloitte proprietary Dtermine survey template. The process saved hundreds of thousands of dollars and identified competing client claims to be considered by the Court.

In a unique proposal, the Liquidators suggested to the Court using the same online survey distributed to clients in January and February 2012. The Court agreed to an online survey allowing clients to review the calculation of their entitlement and indicate if they agreed or disagreed with the calculation. This process saved at least three months in the distribution process and at least \$1.5 million of costs the two occasions it was used.

To date the Liquidators have not been required to instigate expensive and time consuming litigation to recover the \$138.6 million from counterparties. These recoveries have been achieved through negotiations, resulting in maximising returns for clients and avoiding expensive litigation costs.

At the first creditors' meeting in November 2011 a committee of creditors was appointed to work with the Administrators. They represented the six major creditor groups: four client groups for Futures, contracts for difference (CFD), Margin FX, Online FX plus employees and unsecured creditors. At the second meeting the Committee was altered slightly but all stakeholders were represented. This committee has not only provided a sounding board to assist the Liquidators, in particular for settlement of recoveries negotiations, but has reviewed and approved all of the Administrators' and Liquidators' remuneration. Besides making the first major distribution within 12 months

after the MFGA collapse, and distributing an average of 87 cents in the dollar, the efficient use of technology and cost management of the court process has reduced the liquidation costs from the original estimate of 5 to 6 per cent of total claims to less than 4 per cent.

Recoveries from segregated bank accounts and counterparties

Clients were also worried that recoveries from counterparties would not be realised, or if realised would go for the benefit of MFGA.

The outcome is the protection offered to clients by MFGA holding funds pooled in client segregated accounts by product pool has been achieved. Recoveries from counterparties have also been directed for the benefit of each of the client pools.

The current situation is that the only funds not yet recovered relate to amounts owing where MFGA did not use a counterparty external to the MFGA global group, or a counterparty where there was no clear ability to prevent an offset to other debts owing by MFGA to the counterparty. Had these situations not been allowed to occur it is highly likely the returns to clients would be significantly more at this stage of the liquidation.

Estimated future outcome

Negotiations are continuing with the counterparties and the Liquidators are confident that additional recoveries will be realised. We are hopeful that the distribution range for each of the client pools will be in the vicinity of 90 to 95 per cent. Timing is not able to be predicted.

The position of the creditors of MFGA, including residual client claims, has a wide range of estimated outcomes. Benefits achieved for clients discussed above also benefit the creditors by reducing the claims against MFGA and meeting some of the costs of dealing with client issues. The analysis shows that the return to employees is likely to be 100%, whilst the returns to unsecured creditors could range from 3.24 cents to 41.42 cents in the dollar. The Liquidators would like to thank you for your patience in this most complex of matters. Should you have any questions for the annual general meeting please forward them to mfgaaustralia@deloitte.com.au.

Yours faithfully,



CR Campbell
For and on behalf of
CR Campbell, VN Strawbridge and DJF Lombe
Joint Liquidators

Deloitte Touche Tohmatsu
Level 9
225 George Street
SYDNEY NSW 2000

**MF Global Australia Limited
(In Liquidation)**

Report to Members and Creditors

16 May 2013

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Definitions

Administrators	Christopher Robert Campbell, David John Frank Lombe and Vaughan Neil Strawbridge
ASIC	The Australian Securities & Investments Commission
ASO	American Style Options
ASX	Australian Securities Exchange
ASX 24	ASX 24 Trading Platform
ASX Clear	ASX Clear Pty Ltd
ASX Clear (Futures)	ASX Clear (Futures) Pty Limited
ATO	Australian Taxation Office
BNY Mellon	Bank of New York Mellon
Brokerone	Brokerone Pty Ltd ACN 070 037 482 (In Liquidation)
CFD	Contracts for Difference, a product offered by MFGA
C/\$	Cents in the Dollar
CSA	Client Segregated Account
COC	Committee of Creditors
COI	Committee of Inspection
Company	MF Global Australia Limited ACN 001 662 077 (In Liquidation)
Court Proceedings	Proceedings commenced by the Liquidators in the Supreme Court of New South Wales numbered 411117/2011 and 102788/2012
Deloitte	Deloitte Touche Tohmatsu
DEEWR	Department of Education, Employment and Workplace Relations
Deutsche	Deutsch Bank AG
ERV	Estimated Realisable Value
Futures	Is a futures contract offered by MFGA
FX	Foreign Exchange
GEERS	General Employee Entitlements and Redundancy Scheme
GLV	Gross Liquidation Value
K/'000	Thousands
Liquidators	Christopher Robert Campbell, David John Frank Lombe and Vaughan Neil Strawbridge
Main Proceedings	Proceedings commenced by the Liquidators in the Supreme Court of New South Wales numbered 411117/2011 and 102788/2012
Margin FX / MFX	Margin Foreign Exchange
MFGA	MF Global Australia Limited ACN 001 662 077 (In Liquidation)
MFGSA	MF Global Securities Australia Limited ACN 125 669 801 (In Liquidation)
MFG Holdings	MF Global Holdings Ltd and MF Global Finance USA Inc.
MFG HK	MF Global Hong Kong Limited
MF Inc.	MF Global Inc.
MF Global UK / ASX	This refers to funds in dispute between MFGA and MFG UK in relation to monies held in ASX Clear (Futures)
MFG Mauritius	MF Global Mauritius Private Limited
MFG Singapore	MF Global Singapore Pte Limited
MFG UK	MF Global UK Limited



OCCP
Online FX
OTC
Product Pool

RATA
Relation back day
The Act
The Court

The Regulations

Online Client Claim Process
Online Foreign Exchange
Over-the-counter
Means each of the pools of cash and recoveries that
can be grouped by each MFGA lines of business
Report as to Affairs
The date of appointment of Liquidators
Corporations Act 2001
The Federal Court of Australia or any of the state
Supreme Courts
Corporations Regulations 2001

1 Executive Summary

On 1st November 2011 we, Christopher Campbell, David Lombe and Vaughan Strawbridge were appointed Joint and Several Administrators of the Company by the directors pursuant to section 436A of the Act.

At the second meeting of creditors on 2 March 2012 it was resolved that the Company be wound up via Liquidation.

The purpose of this report is to report to members and creditors of the Company pursuant to Sections 508 of the Act. This report should be read in conjunction with my previous reports and updates to creditors. Copies of these reports can be obtained from our website www.deloitte.com/au/mfglobal.

A formal Notice of the Annual General Meeting ("AGM") is attached as **Appendix A**. This notice is pursuant to Sections 508 of the Act for an AGM of the members and creditors (including clients) of the Company to be convened and is to be held on Friday 31 May 2013 at 10:00am, at the offices of Deloitte Touche Tohmatsu, Level 9, 225 George Street, Sydney NSW 2000 for the purpose of having an account laid before them showing the manner in which the winding up has been conducted and the property of the Company disposed of.

Also attached as **Appendix B** is a Form of Proxy to appoint a person or the Chairman to vote at the meeting on your behalf. Attached as **Appendix C** a Proof of Debt to be completed by creditors of MFGA and returned to this office. It is not required for Clients to complete this form for their GLV claims against the Client pools.

This report sets out a summary of the key matters addressed during the Liquidation and the estimated financial position for clients and creditors.

Set out below is a summary of the current financial position of each of the client pools:

\$'000	CFD	Futures	Online FX	MFX	Total
Distributions					
Total Claims	83,146	215,210	5,120	16,193	319,669
Distributions Paid	72,377	189,306	4,864	11,659	278,206
<i>% Paid</i>	<i>87%</i>	<i>88%</i>	<i>95%</i>	<i>72%</i>	<i>87%</i>
Outstanding Recoveries					
MFGA Affiliates	4,612	18,677	-	5,378	28,667
Other	1,971	-	-	-	1,971
Total Outstanding	6,583	18,677	-	5,378	30,638
<i>% Outstanding</i>	<i>7.9%</i>	<i>8.7%</i>	<i>0.0%</i>	<i>33.2%</i>	<i>9.6%</i>

During the Liquidation the Liquidators needed to approach the Court to seek directions and recommendations. A high level summary of the Liquidators' results include:-

1. The protection offered to clients by MFGA holding their funds in client segregated accounts was upheld
2. Recoveries of monies from counterparties is for the benefit of clients

3. The only funds not yet recovered are:-

- a. Monies from MFGA overseas affiliates where MFGA dealt with an affiliate rather than an external counterparty; and
- b. One counterparty where there is a disputed ability to offset debts

4. The clients bear some of the costs of dealing with client matters and recovery of client funds. This is estimated to be less than 4% of client claims.

We anticipate that further monies will be recovered from affiliates and the one remaining counterparty. However the time and amount of recovery is uncertain.

For creditors of MFGA the estimated financial position is summarised as follows:-

\$'000	Low	High
Estimated Asset Realisations	34,604	37,268
Less: Estimated Costs of the Liquidation	<u>(25,930)</u>	<u>(24,430)</u>
Funds Available for Priority Creditors	8,674	12,838
Less: Estimated Payment to Priority Creditors	<u>(6,867)</u>	<u>(4,266)</u>
Funds Available for Unsecured Creditors	1,807	8,572
Estimated Unsecured Creditor Claims	55,828	20,698
c / \$ Estimated Return to Unsecured Creditors	3.24	41.42

There are many factors that will impact the return to creditors of MFGA, key items include:-

- Recovery of debts owed by MFGA affiliates that reduce the client's unsecured claim
- Settlement of employee claims
- Settling disputed unsecured claims

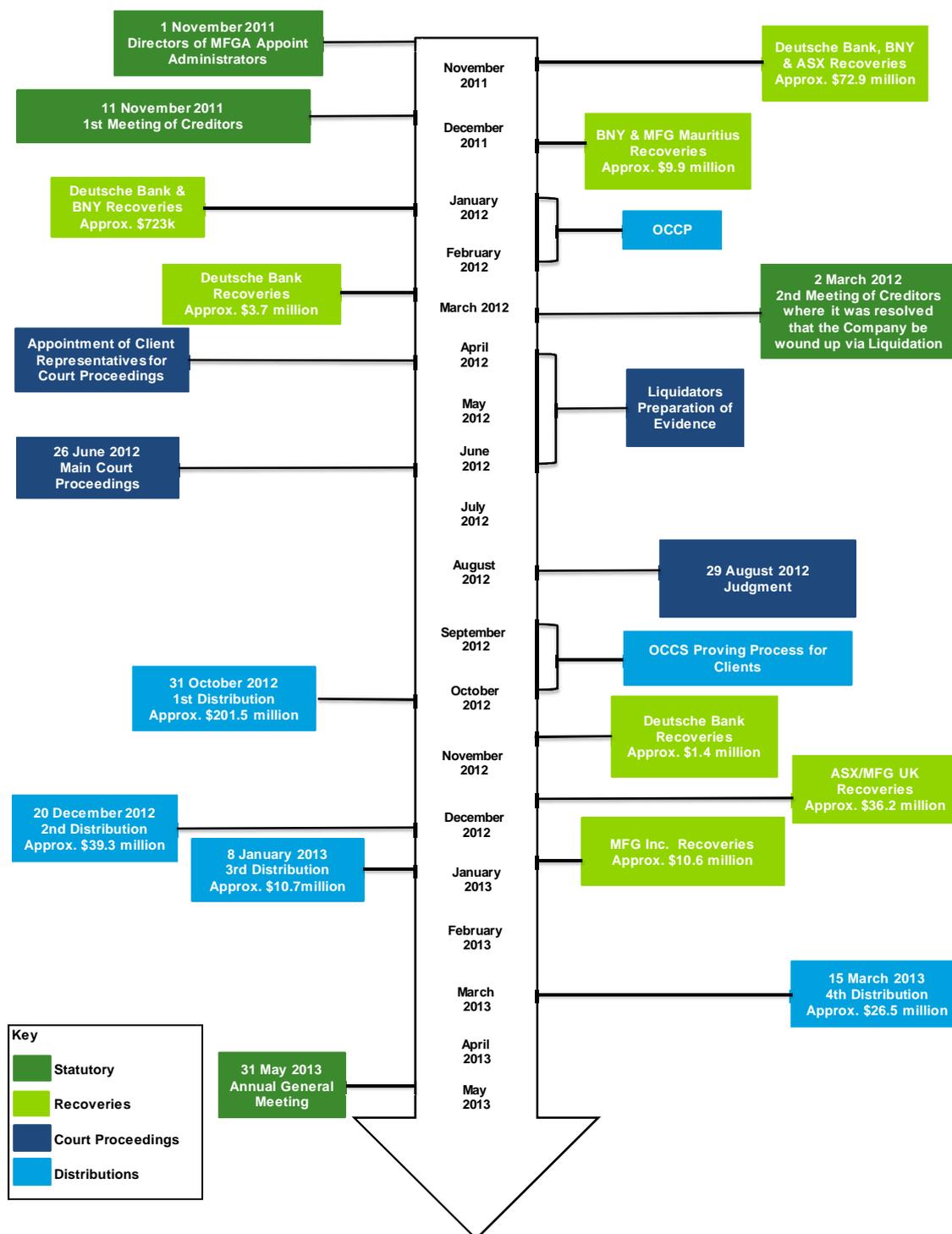
Finalising the Liquidation of MFGA is dependent on the above key items. Timing and outcome is not possible to predict.

We trust that creditors find this report informative and useful. In the event that you have any queries regarding the contents of this report, or the liquidation in general, please do not hesitate to contact the Liquidators' staff using the following email address mfgaustralia@deloitte.com.au.

2 Voluntary Administration and Liquidation Timeline

On 1 November 2011 Christopher Campbell, Vaughan Strawbridge and David Lombe were appointed Administrators of the Company and subsequently appointed as Liquidators on 2 March 2012.

A summary of the key actions during the Administration and Liquidation is set out below:



3 Main Court Proceedings

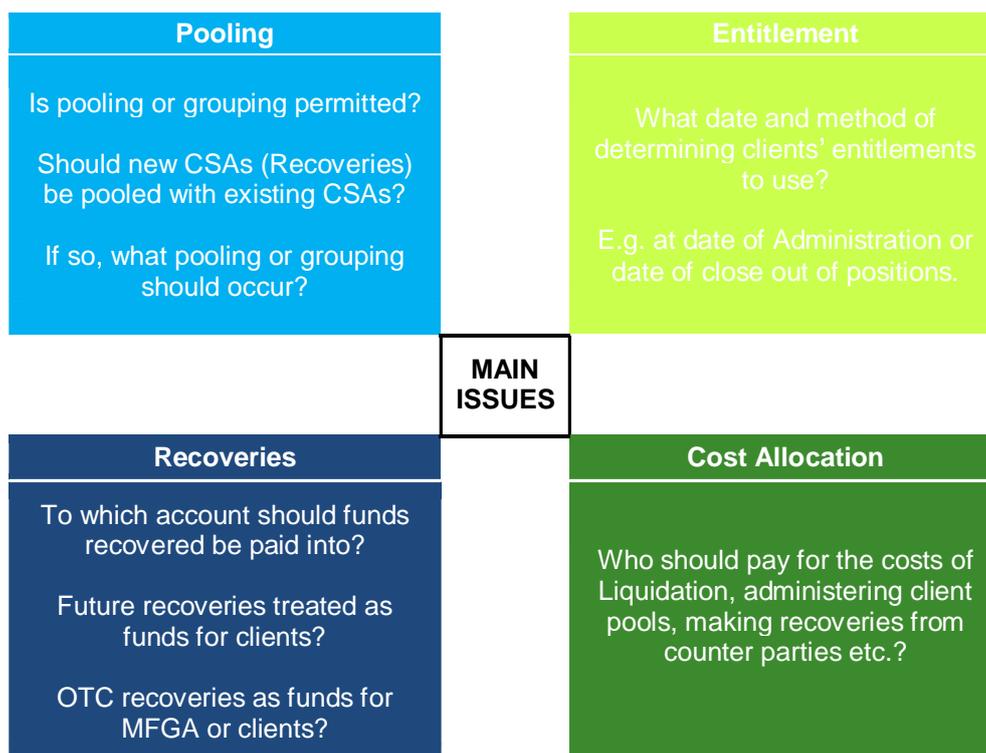
3.1 Introduction

MFGA offered a range of financial products including CFDs, Futures, Margin FX and Online FX to approximately 11,049 clients.

Client funds deposited with MFGA were held in 51 separate client segregated accounts (“CSAs”). MFGA was a trading participant of the ASX and was required to comply with the ASX in relation to CSAs and clients’ trust accounts. MFGA was also subject to the Act and associated Corporation Regulations.

The Act and associated Corporation Regulations did not have the appropriate guidelines to deal with such a complex situation. In addition MFGA clients made competing claims on their entitlements and how their entitlements were to be valued. These claims caused significant conflict, and prevented the early return of funds to clients.

The Liquidators main issues associated with recovering, preserving and distributing the CSAs and Recoveries are set out in the diagram below:



In addition to the above, there were a number of other issues that were identified and would also require direction from the Court:

- Is foreign currency "money"? What currency conversion to use?
- Should interest earned on CSAs be paid to MFGA or clients?
- Is set-off between positive and negative account balances owed by the same MFGA client allowed?

- Should clients with entitlements of \$1 or less be treated as having no entitlement?
- Should client deposits paid into CSAs on or after 1 November 2011 be paid back to those clients?

For these issues to be resolved the Liquidators submitted an application to the Court seeking Court directions, declarations and or relief as deemed appropriate in December 2011.

The Court Proceedings involved submission of evidence for each of the 15 issues identified by the Liquidators and the appointment of client representatives who would present opposing arguments in relation to these issues.

Client representatives were identified to represent the various claims for all MFGA clients. The appointment of client representatives avoided duplication of legal costs and time associated with the Court Proceedings. The following parties were appointed by the Court to represent each class of client:

Class	Representatives	Date Appointed
CFD Account Clients	RMF Management Services Pty Ltd	19-March-2012
Futures Account Clients	GrainCorp Operations Limited	19-March-2012
Margin FX Account Clients	The GFL Group Pty Limited	19-March-2012
Online FX Account Clients	Underdog Clothing Pty Limited	19-March-2012
Cash Only Clients	Jiliby Pty Limited	05-June-2012
Non-Client Creditors	Practical Human Resource Solutions Pty Ltd	02-April-2012
Futures Account Clients on Valuation Issue	Transmarket Trading Pty Limited	20-June-2012
Futures Account Clients on Recovery Issue	Three Crown Investments Pty Limited	20-June-2012

Other parties that joined the proceedings were:

- Deutsche Bank AG (“Deutsche”): to protect its claim that it had the ability to offset debts owing to Deutsche against funds owing for CFD hedging.
- MF Global Singapore Pte Limited (Provisional Liquidators Appointed) (“MFGA Singapore”): who claimed it could have an entitlement of approximately \$13 million to funds claimed to be held in trust for the CFD CSAs.

3.2 Hearings

As part of the Court process there were a number of direction hearings prior to the Main Proceedings.

3.2.1 19 March 2012 Directions Hearing

The main outcome from this hearing was that four of the client representatives for the CFD, Futures, Margin FX and Online FX client classes were appointed and the Main Proceedings had been provisionally set down for a final hearing of four days commencing on 26 June 2012.

The Court ordered that the legal expenses reasonably incurred by the appointed client representatives would be paid from the CSAs and recoveries made to date on a pro-rata basis. Also legal expenses of the Liquidators and non-client representatives would be paid from Company funds.

At the hearing MFG Singapore opposed the above orders for payment of costs from CSAs that they were claiming an entitlement to. The result of this was that no funds would be

drawn from the Singapore disputed accounts to meet legal expenses until the outcome of the Court Proceedings was determined.

3.2.2 2 April 2012 Directions Hearing

Practical Human Resources Solutions Pty Ltd was appointed as the non-client creditor's client representative. In addition Kimbalex Investments Pty Ltd was appointed to represent the clients that held no open positions as at 1 November 2011.

As a result of a company affiliated with Kimbalex acting as a broker to a buyer of clients claims against MFGA, Kimblax offered to be replaced in its role as the cash only representative. On 5 June 2012 Kimbalex was replaced by Jilliby Pty Ltd to represent the cash only clients.

3.2.3 23 April 2012 Directions Hearing

The Court heard a Notice of Motion filed by Deutsche. Deutsche sought an order that the proceedings would not bind it, or any other party in respect of any entitlement to set-off under section 533C of the Act.

The Court did not make the order, but ordered Deutsche be a defendant to the Proceedings.

3.3 Evidence and Reports

As part of the Main Proceedings the Liquidators produced eight reports which were provided to the client representatives and formed the basis of evidence for the Main Proceedings. These reports were:

a) Distribution Report

This report provided the Court with a summary of recoveries and estimated outcome of ten scenarios on how funds could be distributed to MFGA clients.

b) Client Segregated Accounts Report

This was a detailed forensic report that detailed investigations of transactions for up to 12 months in the CSAs.

c) Client Account Offset Report

This report identified client accounts of MFGA that had a negative Gross Liquidation Value ("GLV") and set out information to illustrate the impact of permitting the Liquidators to offset positive and negative balances.

d) Close Out Adjustment Report

This report provided supporting information for the adjustments applied to client accounts in processing the close out transactions from 1 November 2011 to 27 March 2012.

e) Client Response to Close out GLV Report

This report summarised the client responses to the close out GLV calculations as set out in the January 2012 statements.

f) Close Out Valuation Information Report

The purpose of this report was to provide information about the methods which MFGA valued and processed close out transaction information received from counterparties from 1 November 2011 to 27 March 2012.

Below is a summary of the counterparty by product pool and method of close out for each:

Counterparty	Product Pool	Close Out Method
MFGUK/ASX	Futures (Aust/NZ)	Default Close Out
ASX Clear	Futures (Aust)	Default Close Out
BNY Mellon	Futures (US)	Instruction Close Out
MFG Singapore	Futures (Asian)	Default Close Out
MFG HK	Futures (Asian)	Default Close Out
MFG UK	Futures (European)	Default Close Out
MFG Inc.	Futures (US)	Default Close Out
Deutsche Bank	CFDs (Australasian Equities)	Default Close Out
MFG Inc.	CFDs (US Index and Commodities)	Default Close Out
MFG Singapore	CFDs (FX)	Default Close Out
MFG UK	CFDs (European and US Equities)	Default Close Out
MFG Singapore	Margin FX	Default Close Out
MFG Mauritius	Online FX	Instruction Close Out

g) Affiliate Receipts and Payments Report

The affiliate receipts and payments report described the findings of investigations to ascertain whether affiliate counterparty transactions were deposited into and paid out of a CSAs associated with the relevant Product Pool for a period being three months ending 31 October 2011 ("Inspection Period").

h) Cost Allocation Report

As part of the Court Proceedings the Liquidators requested directions as to the appropriate source of payments and/or recoupment of the Liquidators' remuneration and Liquidators' expenses in connection with administering the property held by MFGA as trustee, including the CSAs, and the procedure to adopt in connection with the payment of such remuneration and expenses, including the costs and expenses of the application to Court.

The cost allocation report provided detailed information to the Court of the costs incurred during the Voluntary Administration and Liquidation periods and various scenarios for the allocation of the costs.

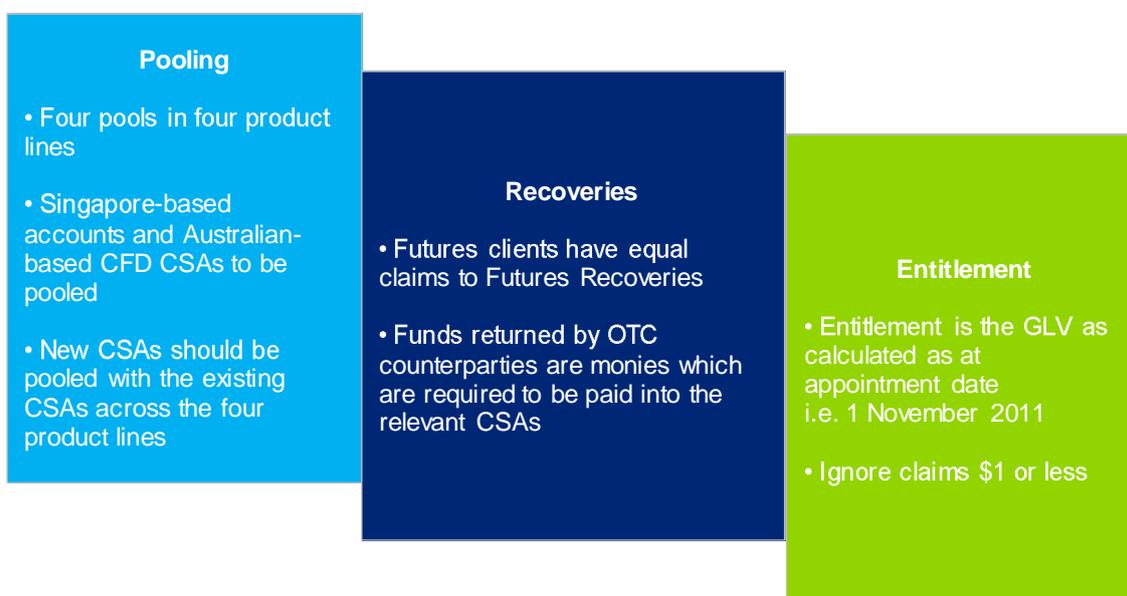
3.4 Main Proceedings

The Main Proceedings, commenced by the Liquidators in the Supreme Court of New South Wales, were heard before Justice Ashley Black on 26 June 2012 for four days. The Liquidators, eight client representatives, Deutsche and MFG Singapore made submissions during the proceedings.

3.5 Judgment and Court Orders

Justice Black reserved his decision following the proceedings and handed down his judgment on 29 August 2012. Court Orders were handed down on 29 August 2012.

A summary of the judgment for each of the main issues, excluding cost allocation is below:



In addition the following were also determined on the smaller issues:

- Foreign Currency is “money” and funds are to be converted into Australian dollars
- MFGA is entitled to exercise a right of set off of client accounts with positive and negative balances
- Liquidators are entitled to return deposits that were received after appointment date to the MFGA clients
- Online FX and Futures clients have no right to interest
- CFD and Margin FX clients have a right to interest
- MFGA is only entitled to interest on CSAs after making prior ranking payments

A detailed summary of Justice Black’s judgement is attached as **Appendix D**.

3.6 FX Conversion

The Liquidators converted all foreign currency held as at the date of the Court Orders into Australian Dollars. These funds were held in 39 bank accounts across nine currencies.

Four banks quoted indicative exchange rates to convert the funds. These quotes were further negotiated. After these negotiations, the final quotes were provided and the funds were converted to AUD at the best available rate.

4 Affiliates and Other Recoveries

On 1 November 2011 \$169 million was owed to MFGA from its affiliates and other counterparties. Set out below is a summary of recoveries made to date:

Counterparty \$'000s	Notes	Owed (\$)	Recovered (\$)	Outstanding (\$)
ASX	4.1	735	735	-
BNY Mellon	4.2	38,145	38,145	-
Deutsche Bank	4.3	50,750	48,779	1,971
MF Global Inc	4.4	17,545	14,109	3,436
MF Global Mauritius	4.5	569	569	-
MF Global UK / ASX	4.6	36,267	36,267	-
MFG HK	4.7	1,828	-	1,828
MFG Singapore	4.8	15,462	-	15,462
MFG UK	4.9	7,941	-	7,941
Total		169,242	138,604	30,638

4.1 ASX

For all but a small portion of Australian futures that were traded on the ASX Trading Platform, MFGA was the market participant, however “gave up” all positions to MFGUK. For practical purposes prior to the appointment, MFGUK acted as clearing participant for MFGA although all activity was managed by MFGA employees.

On 1 November 2011 the ASX Clear Pty Ltd and ASX Clear (Futures) Pty Ltd suspended both MFGA and MFGUK as clearing participants and notices of default were issued. Subsequently the ASX took steps to close out all MFGA client open positions.

In respect to MFGA’s client omnibus account, the ASX Clear Pty Ltd issued a statement showing \$735k was payable to MFGA. These monies were received on 23 November 2011 which related to positions that had not been “given up” to MFG UK.

4.2 BNY Mellon

For offshore futures, MFGA used agents to execute and clear transactions on the various offshore futures exchange and clearing houses. In the USA this was cleared through BNY Mellon and MFG Inc.

On 3 November 2011 the Liquidators produced a notice to MFGA clients with positions cleared through BNY Mellon, requesting client instructions for those open positions to be closed or transferred. A transfer would only be affected if another broker was willing to receive the transfer without collateral (i.e. margin).

On 4 November 2011 BNY Mellon wrote to MFGA requesting instructions to transfer or liquidate all of the positions held in MFGA’s client omnibus accounts with BNY Mellon.

Initially the client instructions were actioned by MFGA through its affiliates as had been conducted prior to the appointment of the Liquidators. However, this failed as a result of the increased volume of worldwide transaction requests through the MF Global Group. In addition the online systems had been taken off line by counterparties which meant that transactions had to be manually processed.

On 7 November 2011 MFGA appointed a third party broker, Mizuho Securities Inc. to execute the trades on various exchanges and give up the trades to BNY Mellon in accordance with clients' instructions. Whilst some illiquid positions were difficult to close out, the majority of positions were closed out or transferred by late November 2011.

By January 2012 all funds owing of \$38.1 million had been received from BNY Mellon.

4.3 Deutsche

Client CFD positions with MFGA in Asian and Australian CFD Equities were hedged with Deutsche.

On 1 November 2011 Deutsche served a notice of termination of MFGA's hedge position. This meant MFGA no longer had hedges to match its clients' positions. MFGA issued a notice to close out all Australian and Asian equity CFDs on 1 November 2011.

To date \$48.8m has been recovered and \$1.97m is owing by Deutsche.

Deutsche have claimed a right of offset of the \$1.97 million to meet legal costs, damages and amounts owing for a futures account Deutsche held with MFGA.

The Liquidators are continuing the dispute with Deutsche regarding its set off claim.

4.4 MFG Inc.

Clients of MFGA were able to trade on USA futures exchanges through the following arrangements that MFGA had in place with third parties, pursuant to clearing account agreements:

- MFG Inc. executed and cleared positions on various US futures exchanges including the Chicago Mercantile Exchange and the Chicago Board of Trade
- In respect of trading on other USA exchanges, positions were executed by MFG Inc. and "given up" for clearing to BNY Mellon, including ICE Futures US and the New York Mercantile Exchange

On 31 October 2011, James Giddens of Hughes Hubbard (the "Trustee") was appointed as the Bankruptcy Trustee of MFG Inc. The MFGA client funds held by MFG Inc. were automatically placed in the control of the Trustee.

Lawyers acting for the Trustee advised that the Trustee had withheld distributions to MFG Inc. affiliates until the Trustee determined if the MFG Inc. affiliate client accounts are to be treated as client accounts, claims subrogated to client claims or intercompany accounts. If the Trustee determined that the claims were not ranked equal to client claims then it was unlikely that any funds would be recovered by MFGA for MFGA clients.

The Trustee set a bar date of 31 January 2012 for lodging claims against MFG Inc. client funds. MFGA's claim was lodged on 25 January 2012 which totalled US\$18,018,383.05 (AUD 17,095,240).

The Liquidators had a number of discussions with the lawyers of the Trustee to negotiate the claim. Following these discussions two notices of the Trustee's Determination were received in June 2012. The determination was subject to receiving additional information and documentation from the Liquidators. This was to be provided to the Trustee by 31 July 2012

however an extension was granted until the 30 September 2012. The main information provided was the outcome of the Court Proceedings where the court ordered recoveries, including from MFG Inc., would be paid to clients of MFGA and not to MFGA.

MFG Inc. had a small claim against MFGA and the Liquidators negotiated a reduction in this claim to be a nominal amount which was deducted from the MFG Inc. debt. The Committee of Inspection (“COI”) approved this adjustment.

In November 2012 the Trustee admitted the majority of MFGA’s client omnibus accounts to rank as client claims in the MFG Inc. Bankruptcy.

To date \$14.11 million has been recovered from MFG Inc.

4.5 MFG Mauritius

MFGA’s hedge counterparty in respect of Online FX was MFG Mauritius. MFG Mauritius was not subject to insolvency proceedings.

MFGA continued communications with MFG Mauritius and several Online FX clients in order to achieve an orderly close out of open Online FX positions. All Online FX positions were closed by 25 November 2011.

On 14 December 2011 \$569k was received as well as interest and commission charges.

There are no outstanding monies due from counterparties in respect of Online FX.

4.6 MFG UK / ASX

On 31 October 2011, Richard Fleming, Richard Heis and Mike Pink (“Special Administrators”) of KPMG were appointed joint Special Administrators of MFG UK Limited (in special administration) following an application to the High Court by the directors of the Company.

As detailed in section 4.1 above, MFGA were the market participant for Australian futures but “gave up” all positions to MFG UK.

On 16 November 2011 the Liquidators wrote to the ASX requesting the ASX to return MFGA client funds. The Special Administrator also wrote to the ASX on 18 November 2011 requesting the same. Before returning the Client funds, the ASX required agreed payment instructions from both the Liquidators and the Special Administrators.

On 8 February 2012 the Federal Court made an order recognising the UK Special Administration of MFGUK as a “foreign main proceeding” under the Cross-Border Insolvency Act 2008 (Cth). As an automatic consequence of the order, a stay applied to the commencement or continuation of any legal proceedings in Australia against MFG UK unless the Court granted leave to proceed with any particular claim.

The Liquidators filed an application for leave to commence proceedings against MFG UK in relation to its claim that MFG UK will hold the ASX Clear (Futures) funds, in its capacity as MFGA’s clearer, on trust for MFGA.

By agreement with the UK Special Administrator the application had been adjourned a number of times to allow settlement discussions.

The dispute was complex and the Liquidators continued to engage dialogue with the Special Administrators, ASX and ASIC to recover the funds.

As no settlement had been achieved, the Liquidators proceeded with the Court action in the Federal Court of Australia on 3 August 2012. By consent between MFG UK and MFGA, MFGA was granted leave to commence and proceed with a cross-claim against MFG UK.

Whilst the Court proceedings were active, the Liquidators continued with their dialogue with the Special Administrators to settle the matter.

On 31 August 2012 the Liquidators issued a notice of statement of cross-claim. MFG UK was to file their defence by 28 September 2012. This was extended by agreement to 29 October 2012 to allow negotiations to continue.

An agreement was reached with the Special Administrators of MFG UK in December 2012. The dispute was settled on the basis:

- MFG UK to receive an amount of GB£400,000 for costs
- MFGA will receive the balance of the disputed funds, being approximately AU\$35.2 million
- MFGA relinquishes all claims against the MFGUK Commitment Funds held by ASXCF for approximately AU\$3m.

The COI approved the Liquidators entering into the above agreement. In addition the NSW Supreme Court directed that the Liquidators would be justified in compromising the claim to the disputed funds in accordance with the agreement reached with the Special Administrators of MFGUK.

All funds owing of \$36.3 million have been received by the Liquidators.

4.7 MFG HK

On 2 November 2011, Patrick Cowley, Fergal Power and Lui Yee Man of KPMG were appointed as Joint and Several Provisional Liquidators over MF Global Holdings Hong Kong ("MFG HHK") Ltd and MFG HK by the High Court of Hong Kong.

Futures clients of MFGA were able to trade on the Hong Kong Mercantile Exchange through client accounts MFGA held with MFG HK.

All open positions had been closed out and in July 2012 MFG HK provided provisional close out statements.

To date no funds have been recovered from MFG HK and \$1.8 million is outstanding. However the Liquidators are hopeful that settlement negotiations will result in a recovery of these funds.

4.8 MFG Singapore

On 1 November 2011, Bob Yap, Cheung Gee, Peter Chang, Fook Yuen and Roger Tay Puay of KPMG were appointed Provisional Liquidators of MFG Singapore.

4.8.1 Futures

Futures clients of MFGA were able to trade on the Singapore Exchange, Tokyo Stock Exchange and Osaka Exchange through client accounts MFGA held with MFG Singapore.

MFGA lodged a claim with MFG Singapore on 31 January 2012.

To date no funds have been recovered from MFG Singapore in relation to Futures and \$9.8 million is still outstanding.

4.8.2 CFDs

Clients were able to trade FX CFDs which were hedged through foreign exchange transactions with MFG Singapore under a Master Trading Agreement dated 19 January 2002 between MFGA and MFG Singapore.

On 4 November 2011 MFG Singapore gave notice of termination of MFGA's hedge position. The Liquidators determined to close out all FX CFD positions and advised clients of the close out on 4 November 2011.

MFGA's claim was lodged with MFG Singapore on 31 January 2012.

To date no funds have been recovered from MFG Singapore in relation to CFD's and \$266.4k is still outstanding.

4.8.3 Margin FX

MFGA's Margin FX transactions with its clients were hedged by MFGA entering into foreign exchange transactions with MFG Singapore under a Master Trading Agreement dated 19 January 2002 between MFGA and MFG Singapore.

On 4 November 2011 MFG Singapore gave notice of termination of MFGA's hedge position under the Master Trading Agreement. Therefore MFGA closed out all Margin FX positions with clients.

To date no funds have been recovered from MFG Singapore in relation to Margin FX and \$5.4 million is still outstanding.

Following the Court Orders from the Main Proceedings, MFG Singapore is able to claim its legal costs in respect of the Main Proceedings.

4.8.4 Recovery of Funds

MFG Singapore also has significant amounts owing to it as a client of MFGA. Distribution on these accounts has been withheld by the Liquidators.

We expect to be able to finalise the quantum of claims between MFG Singapore and MFGA in the near future. Once this is established we are then able to enter negotiations to attempt to settle the claims and realise debts owing to MFGA clients.

4.9 MFG UK

4.9.1 CFDs

MFGA clients trading European and American Equity CFDs were hedged through MFG UK under an ISDA Master Agreement.

On 7 November 2011 MFG UK issued a notice of termination of MFGA's hedge position.

On 31 January 2012 MFGA submitted its claim with the MFG UK Special Administrators in respect of the CFD hedges.

To date no funds have been recovered from MFG UK in relation to the CFDs and \$4.2 million is still outstanding.

4.9.2 Futures

Clients of MFGA were able to trade on European futures exchanges (including Eurex, the London Metals Exchange and ICE Futures Europe) through an arrangement where MFGA held client accounts with MFG UK.

MFGA's claim was lodged with MFG UK on 31 January 2012. Receipt of the claim was received by the Special Administrator on 31 January 2012.

To date no funds have been recovered from MFG UK in relation to Futures and \$3.7 million is still outstanding.

4.9.3 Counter Claim of Funds

MFG UK is also a CFD and Futures client of MFGA. Distribution on these accounts has been withheld by the Liquidators.

The quantum of claims between MFGA and MFG UK has been agreed. However the categorisation of the claims MFGA has against MFG UK have not been agreed. We have entered negotiations to attempt to reach a commercial settlement to resolve the matter and recover funds for MFGA clients.

4.10 Summary

As at 16 May 2013 significant funds have been recovered as follows:

Product Pool \$'000	Recovered		Outstanding		Total \$
	(\$)	%	(\$)	%	
CFD	49,435	88%	6,583	12%	56,019
Futures	88,600	83%	18,677	17%	107,278
Margin FX	-	0%	5,378	12%	5,378
Online FX	569	100%	-	0%	570
Total	138,604		30,638		169,242

5 Cost Allocation Proceedings

5.1 Introduction

As part of the Main Proceedings the Liquidators applied for directions as the appropriate source of payment and/or recoupment of the Liquidators' remuneration and expenses and MFGA's expenses in connection with administering the property held by MFGA as trustee, including the CSAs. Also the Liquidators sought directions for the process associated with the payment of such remuneration and expenses, including the costs and expenses of the application.

5.2 Proceedings and Judgment

The hearing to determine the payment of costs in the proceedings and the Liquidation was heard on 10 October 2012.

On 10 December 2012 orders were issued by the Court as below:

- The Liquidators remuneration relating to obtaining, or attempting to obtain, recoveries will be paid (or recouped) from the Client Pools in the proportion stipulated by the Court Orders
- The Liquidators legal expenses relating to the Court Proceedings as well as expenses relating to obtaining, or attempting to obtain, recoveries will be paid (or recouped) from the Client Pools in the proportion stipulated by the Court Orders
- The client and non-client representative's legal expenses relating to the Court Proceedings will be paid (or recouped) from the Client Pools in the proportion stipulated by the Court Orders.

An internal report was prepared to set out the process undertaken by the Liquidators in allocating the costs pursuant to the Court Orders dated 10 December 2012. The Liquidators provided the COI with a copy of the draft report at the COI meeting on 8 March 2013. The Liquidators discussed their approach and methodology with the COI.

Costs and expenses payable from client pools estimated as at 3 May 2013 is approximately 3.28% of total client claims as shown by product pool below:

\$'000	CFDs	Futures	Online FX	Margin FX	Total
Total Recoverable Remuneration, Costs and Expenses	2,813	7,127	133	409	10,482
Client Claims	83,146	215,210	5,120	16,193	319,669
<i>Percentage</i>	3.38%	3.31%	2.59%	2.52%	3.28%

6 Position of Client Pools – Summary

The table below shows a comparison of the client positions as reported in our second creditors report dated 22 February 2012 and what has been realised to date:

Summary of Client Position (\$'000s)	439A Report	AGM Report	Difference
Client Claims	309,078	319,669	10,590
Cash Available for Distribution			
Cash on Appointment	150,360	150,936	576
Cash recovered from Counterparties	82,233	138,604	56,371
Cash recovered from Clients	-	3,927	3,927
Interest and Bank Fees	-	6,487	6,487
Total	232,593	299,954	67,360
Less Costs Recovered Paid as per Court Orders	(6,750)	(8,613)	(1,863)
Less Contingency & Accruals for Costs	-	(9,852)	(9,852)
Funds Available for Distributions	225,896	281,489	55,592
<i>% of Total GLV Available for Distribution</i>	<i>73.1%</i>	<i>88.1%</i>	<i>15.0%</i>
Recoveries Outstanding as at 16/05/13			
Deutsche Bank	7,030	1,971	(5,059)
MFG UK/ASX	34,072	-	(34,072)
MFG Inc.	17,550	3,436	(14,114)
MFG UK	7,940	7,941	1
MFG HK	1,830	1,828	(2)
MFG Singapore	15,468	15,462	(6)
	83,890	30,638	(53,252)
<i>% of Total GLV Outstanding to Recover</i>	<i>27.1%</i>	<i>9.6%</i>	<i>(17.6)%</i>
Distribution %			
<i>Available for Distribution</i>	<i>73.1%</i>	<i>88.1%</i>	<i>15.0%</i>
<i>To be Recovered</i>	<i>27.1%</i>	<i>9.6%</i>	<i>(17.6)%</i>
Total	100.2%	97.6%	(2.6)%

A further breakdown by product pool is set out below:

6.1 Position of Client Pools – Product Pools

6.1.1 Futures Product Pool

The table below shows a comparison of the financial position in respect of the Futures client pool:

Summary of Client Position (\$'000s)	439A Report	AGM Report	Difference
Client Claims	209,746	215,210	5,463
Cash Available for Distribution	146,282	204,564	58,282
Less Distribution to Clients	-	(189,312)	(189,312)
Cash Available to Client Pools	146,282	15,253	(131,030)
<i>% of Total GLV Distributed to Date</i>	<i>0.00%</i>	<i>88.00%</i>	<i>88.00%</i>
Less Costs Recovered Paid as per Court Orders	(4,540)	(5,941)	(1,401)
Less Contingency & Accruals for Costs	-	(5,993)	(5,993)
Funds Available for Further Distributions	141,742	3,319	(138,423)
<i>% of Total GLV Available for Distributed</i>	<i>67.6%</i>	<i>1.5%</i>	<i>(66.1)%</i>
Recoveries Outstanding as at 16/5/13			
Deutsche Bank	-	-	-
MFG UK/ASX	33,722	-	(33,722)
MFG Inc.	17,100	3,291	(13,809)
MFG UK	3,740	3,740	0
MFG HK	1,830	1,828	(2)
MFG Singapore	9,820	9,818	(2)
Total	66,212	18,677	(47,535)
<i>% of Total GLV Outstanding to Recover</i>	<i>31.60%</i>	<i>8.68%</i>	<i>-22.92%</i>
Distribution %			
<i>Distributed</i>	<i>0.0%</i>	<i>88.0%</i>	<i>88.0%</i>
<i>Available for distribution</i>	<i>67.6%</i>	<i>1.5%</i>	<i>(66.0)%</i>
<i>To be recovered</i>	<i>31.6%</i>	<i>8.7%</i>	<i>(22.9)%</i>
Total	99.1%	98.2%	(1.0)%

6.1.2 Summary

- As per the court orders dated 19 September 2012, client claims been adjusted to the GLV entitlement as at 31 October 2011.
- Cash available for distribution have increased as it includes interest for the period to date, recoveries made by the Liquidators and minor gains on foreign currency translations subsequent to the physical conversions in accordance with the Court's orders.
- To date, 88% of client claims have been distributed in four separate distributions.
- A further 10.2% would be returned if all outstanding recoveries are received. All funds outstanding are with MF Global Affiliates.
- The Liquidators are also holding a sufficient contingency to meet the potential costs to recover the \$22m of funds outstanding. This contingency will only be utilised should it be required to cover costs subject to the costs orders to recover funds on behalf of clients. Any unutilised contingency will be returned to clients.

6.1.3 CFD Product Pool

The table below shows a comparison of the financial position in respect of the CFD client pool:

Summary of Client Position (\$'000s)	439A Report	AGM Report	Difference
Client Claims	78,929	83,146	4,217
Cash Available for Distribution	68,464	77,026	8,562
Less Distribution to Clients	-	(72,342)	(72,342)
Cash Available to Client Pools	68,464	4,684	(63,780)
<i>% of Total GLV Distributed to Date</i>	<i>0.0%</i>	<i>87.0%</i>	<i>87.0%</i>
Less Costs Recovered Paid as per Court Orders	(1,710)	(2,280)	(570)
Less Contingency & Accruals for Costs	-	(2,405)	(2,405)
Funds Available for Further Distributions	66,754	(0)	(66,755)
<i>% of Total GLV Available for Distribution</i>	<i>84.6%</i>	<i>(0.0)%</i>	<i>(84.6)%</i>
Recoveries Outstanding as at 16/5/13			
Deutsche Bank	7,028	1,971	(5,057)
MFG UK/ASX	350	-	(350)
MFG Inc.	450	145	(305)
MFG UK	4,200	4,201	1
MFG HK	-	-	-
MFG Singapore	266	266	(0)
Total	12,294	6,584	(5,711)
<i>% of Total GLV Outstanding to Recover</i>	<i>15.6%</i>	<i>7.9%</i>	<i>0.0%</i>
Distribution %			
<i>Distributed</i>	<i>0.0%</i>	<i>87.0%</i>	<i>87.0%</i>
<i>Available for distribution</i>	<i>84.6%</i>	<i>(0.0)%</i>	<i>(84.6)%</i>
<i>To be recovered</i>	<i>15.6%</i>	<i>7.9%</i>	<i>(7.7)%</i>
Total	100.2%	94.9%	(5.2)%

6.1.4 Summary

- As per the court orders dated 19 September 2012, client claims have been adjusted to the GLV entitlement as at 31 October 2011. This has meant that clients whose claims had changed due to close out movements were referred back to their 31 October 2011 statements plus any pre 31 October 2011 adjustments.
- Cash available for distribution has increased as this includes interest for the period to date, recoveries made by the Liquidators and minor gains on foreign currency translations subsequent to the physical conversions in accordance with the court's orders.
- To date 87% of client claims have been distributed in two distributions.
- A further 7.9% would be returned if all outstanding recoveries are received.
- The Liquidators are also holding a sufficient contingency to cover the potential costs to recover the \$6.6m of funds outstanding. This contingency will only be utilised should it be required to cover costs subject to the costs orders to recover funds on behalf of clients. Any unutilised contingency will be returned to clients.

6.1.5 Margin FX Product Pool

The table below shows a comparison of the financial position in respect of the Margin FX client pool:

Summary of Client Position (\$'000s)	439A Report	AGM Report	Difference
Client Claims	16,190	16,193	2
Cash Available for Distribution	12,871	13,283	412
Less Distribution to Clients	-	(11,656)	(11,656)
Cash Available to Client Pools	12,871	1,627	(11,244)
<i>% of Total GLV Distributed to Date</i>	<i>0.0%</i>	<i>72.0%</i>	<i>72.0%</i>
Less Costs Recovered Paid as per Court Orders	(400)	(236)	164
Less Contingency & Accruals for Costs	-	(1,391)	(1,391)
Funds Available for Further Distributions	12,471	0	(12,471)
<i>% of Total GLV Available for Distribution</i>	<i>77.0%</i>	<i>0.0%</i>	<i>(77.0)%</i>
Recoveries Outstanding as at 16/5/13			
Deutsche Bank	-	-	-
MFG UK/ASX	-	-	-
MFG Inc.	-	-	-
MFG UK	-	-	-
MFG HK	-	-	-
MFG Singapore	5,378	5,378	(0)
Total	5,378	5,378	(0)
<i>% of Total GLV Outstanding to Recover</i>	<i>33.2%</i>	<i>33.2%</i>	<i>0.0%</i>
Distribution %			
<i>Distributed</i>	<i>0.0%</i>	<i>72.0%</i>	<i>72.0%</i>
<i>Available for distribution</i>	<i>77.0%</i>	<i>0.0%</i>	<i>(77.0)%</i>
<i>To be recovered</i>	<i>33.2%</i>	<i>33.2%</i>	<i>(0.0)%</i>
Total	110.2%	105.2%	(5.0)%

6.1.6 Summary

- As per the court orders dated 19 September 2012, client claims have been adjusted to the GLV entitlement as at 31 October 2011. Only pre 31 October 2011 adjustments have been added to client GLV entitlements as the close out statements did not include any close out movements due to the required close out data not being provided by MF Global Singapore.
- To date 72% of client claims have been distributed in two distributions.
- A further 33.2% would be returned if all outstanding recoveries are received.
- The Liquidators are also holding a sufficient contingency to cover the potential costs to recover the \$5.4m of funds outstanding. This contingency will only be utilised should it be required to cover costs subject to the costs orders to recover funds on behalf of clients. Any unutilised contingency will be returned to clients.

6.1.7 Online FX Product Pool

The table below shows a comparison of the financial position in respect of the Online FX client pool:

Summary of Client Position (\$'000s)	439A Report	AGM Report	Difference
Client Claims	4,213	5,120	907
Cash Available for Distribution	4,976	5,080	105
Less Distribution to Clients	-	(4,860)	(4,860)
Cash Available to Client Pools	4,976	220	(4,755)
<i>% of Total GLV Distributed</i>	<i>0.0%</i>	<i>94.9%</i>	<i>94.9%</i>
Less Costs Recovered Paid as per Court Orders	(100)	(157)	(57)
Less Contingency & Accruals for Costs	-	(63)	(63)
Funds Available for Further Distributions	4,876	(0)	(4,876)
<i>% of Total GLV Available for Distribution</i>	<i>115.7%</i>	<i>(0.0)%</i>	<i>(115.7)%</i>
Recoveries Outstanding as at 16/5/13			
Deutsche Bank	-	-	-
MFG UK/ASX	-	-	-
MFG Inc.	-	-	-
MFG UK	-	-	-
MFG HK	-	-	-
MFG Singapore	-	-	-
Total	-	-	-
<i>% of Total GLV Outstanding to Recover</i>	<i>0.0%</i>	<i>0.0%</i>	<i>0.0%</i>
Distribution %			
<i>Distributed</i>	<i>0.0%</i>	<i>94.9%</i>	<i>94.9%</i>
<i>Available for distribution</i>	<i>115.7%</i>	<i>(0.0)%</i>	<i>(115.7)%</i>
<i>To be recovered</i>	<i>0.0%</i>	<i>0.0%</i>	<i>0.0%</i>
Total	115.7%	94.9%	(20.8)%

6.1.8 Summary

- As per the court orders dated 19 September 2012, client claims have been adjusted to the GLV entitlement as at 31 October 2011.
- Cash available for distribution has increased as this includes interest for the period to date, recoveries made by the Liquidators and minor gains on foreign currency translations subsequent to the physical conversions in accordance with the court's orders.
- To date 94.9% of client claims have been distributed in three distributions. There are no funds outstanding to collect.
- The Liquidators are also holding a sufficient contingency to cover the future unbilled costs. Any unutilised contingency will be returned to clients.

7 Sale/Transfer of Client Debt

Prior to the Court's determination the Liquidators received a number of questions from clients and creditors regarding the sale of their client claims against MFGA. Even though the facilitation of client debt sales was not specifically a role of the Liquidators, the Liquidators decided to establish a streamlined process to facilitate the transfers.

The Liquidators determined that the process should be self-funding. The debt transfer process should not be a cost of the Liquidation as it only benefited the clients that chose to sell their claim against MFGA.

The Liquidators were independent to the sale process and advised clients they would not provide any recommendation to clients to sell or not to sell their claims, provide any view on the value of their claim, provide any recommendations or names of the parties that may or may not be in the market to acquire claims for MFGA clients.

At the time of implementing the debt transfer process the Liquidators understood that there was a significant demand for the sale of the debt.

However, to date only 111 accounts were transferred as set out below and 46 of these accounts were on sold:

Product Pool (AUD)	CFDs	Futures	Margin FX	Online FX	Total (\$)
GLV of Accounts	9,251,097	20,595,819	131,015	-	29,977,932
% of Total	30.86%	68.70%	0.44%	0.00%	
No of Accounts Transferred	44	65	2	-	111

Pursuant to Section 477 of the Act, the Liquidators were required to obtain COI approval to enter the agreements as they were for longer than three months.

This approval was granted by the COI on 14 May 2012 for the period of six months until 14 November 2012. Due to the low number of transfers the Liquidators did not extend this period. The Liquidators issued a notice to clients on 8 November 2012 advising that the transfer of client debt would close on 14 November 2012.

8 Return from Winding Up

8.1 Online Client Claim Process (“OCCP”)

Subsequent to the judgment being handed down in relation to the Main Proceedings, Notices of Entitlement were issued to clients in September 2012 either electronically or as a hard copy mailed in the post. For those clients where valid email addresses were held an email was sent with a secure link to the OCCP Survey for the account holder or authorised person to either confirm, or not confirm, the GLV for the account.

Where there was no email address, or the email address on file resulted in a non-deliver/bounce-back, the Notice of Entitlement was mailed together with a hard copy version of the OCCP Survey for return by prepaid mail.

Some MFGA clients are classified as White Label Clients. These are clients of MFGA that had multiple client omnibus accounts that issue trade instructions direct to MFGA on behalf of the White Label Client. Notices of Entitlement for each of the White Label Clients’ accounts were generated and provided in electronic format to the relevant White Label Clients with a hard copy version of the OCCP Survey. White Label Clients and affiliates of MFGA were not part of the online survey tool.

A summary of the Notices of Entitlement and surveys generated and distributed by the Liquidators is set out below:

Notices of Entitlement Issued Summary	CFDs		Futures		Online FX		Margin FX		Total	
	#	GLV (\$'000)	#	GLV (\$'000)	#	GLV (\$'000)	#	GLV (\$'000)	#	GLV (\$'000)
External Clients										
OCCP	4,375	54,768	3,657	194,352	601	5,020	420	15,951	9,053	270,091
Hard copy claim forms	410	386	837	3,328	-	-	-	-	1,247	3,714
White labels	1,062	8,365	-	-	-	-	-	-	1,062	8,365
Affiliates										
White labels	3,610	15,326	-	-	-	-	-	-	3,610	15,326
Affiliate (Omnibus) accounts	4	4,301	7	16,964	-	-	-	-	11	21,265
Total - Notices of Entitlement issued	9,461	83,146	4,501	214,644	601	5,020	420	15,951	14,983	318,761
Notices of Entitlement not issued (unable to contact Client)	1	-	71	566	24	100	93	242	189	908
Total	9,462	83,146	4,572	215,210	625	5,120	513	16,193	15,172	319,669

Not all surveys issued by the Liquidator were completed and returned.

Responses to the survey were received for approximately 59% of accounts that represented approximately 93% of the GLV value. This is set out below:

Surveys completed	Notices of Entitlement issued		Surveys completed				Surveys not completed			
	#	GLV (\$'000)	#	%	GLV (\$'000)	%	#	%	GLV (\$'000)	%
OCCP and hard copy										
CFD	4,785	55,154	2,278	48%	52,520	95%	2,507	52%	2,634	5%
Futures	4,494	197,680	2,307	51%	189,100	96%	2,187	49%	8,580	4%
Online FX	601	5,020	379	63%	4,509	90%	222	37%	511	10%
Margin FX	420	15,951	219	52%	13,330	84%	201	48%	2,621	16%
Affiliates										
White Label	3,610	15,326	3,610	100%	15,326	100%	-	0%	-	0%
Affiliate (Omnibus)	11	21,265	11	100%	21,265	100%	-	0%	-	0%
External										
White Label	1,062	8,365	-	0%	-	0%	1,062	100%	8,365	100%
Total	14,983	318,761	8,804	59%	296,050	93%	6,179	41%	22,711	7%

Of the 5,183 client accounts that completed the OCCP and hard copy surveys (i.e. not including affiliates and white labels accounts), 99% of accounts confirmed their GLV, representing 84.3% of the total GLV value of clients that responded to the survey. This is set out in the table below together with the survey responses from the affiliates of MFGA.

Survey results	Surveys completed		GLV confirmed				GLV disputed			
	#	GLV (\$'000)	#	%	GLV (\$'000)	%	#	%	GLV (\$'000)	%
OCCP and hard copy										
CFD	2,278	52,520	2,266	99.5%	51,845	98.7%	12	0.5%	675	1.3%
Futures	2,307	189,100	2,274	98.6%	149,235	78.9%	33	1.4%	39,865	21.1%
Online FX	379	4,509	373	98.4%	4,489	99.6%	6	1.6%	20	0.4%
Margin FX	219	13,330	216	98.6%	13,103	98.3%	3	1.4%	227	1.7%
Total client accounts	5,183	259,459	5,129	99.0%	218,672	84.3%	54	1.0%	40,787	15.7%
Affiliates										
White Label	3,610	15,326	1	0.03%	693	4.5%	3,609	99.97%	14,632	95.5%
Affiliate (Omnibus)	11	21,265	9	81.8%	20,259	95.3%	2	18.2%	1,007	4.7%
Total	8,804	296,050	5,139	58.4%	239,624	84.2%	3,665	41.6%	56,426	19.1%

The Liquidators remain in negotiations with the affiliates regarding their accounts that were disputed. The 54 client disputes that were received represented a combined GLV of approximately \$40.8m or 15.7% of the total client GLV.

The table below sets out a description of the types of disputes outlined above as well as the Liquidators' response.

Type of Dispute	Description of Dispute	Liquidators' Response
Close-out	The client has disputed the Court ordered methodology for valuing open positions at marked to market as at 31 October 2011. The majority of these disputes were clients who had preference for actual close-out prices being applied for valuing their positions	Rejected all disputes and directed clients to the relevant paragraphs of the Court Orders stating the methodology to be applied in calculating client entitlements
No reasons provided	The client has not responded with any reason for disputing their GLV	Rejected all disputes and directed clients to the relevant paragraphs of the Court Orders stating the time period allowed for clients to provide the Liquidator with particulars of their dispute
Withdrawn	The client notified the Liquidator of their wish to withdraw their dispute prior to the Liquidator formally adjudicating their dispute	No response required
Other	<p>Disputes include:</p> <ol style="list-style-type: none"> 1. Client owed rebates from MFGA 2. Separate account of less than \$1 not included in client GLV 3. Treatment of out-of-the-money options 4. Prices/rates applied in calculation of client GLV 5. Client wanted dividend amount received post appointment on his position 6. 3rd party payment prior to appointment not credited appropriately to client account 	<p>Responses as follows:</p> <ol style="list-style-type: none"> 1. Rejected disputes and informed client that disputed amount is an unsecured claim of MFGA 2. Rejected dispute and directed clients to the relevant paragraph of the Court Orders relating to accounts <\$1 3. Informed client that balance would be adjusted on distribution 4. Investigated and rejected dispute having confirmed pricing 5. Rejected dispute and directed client to the relevant paragraphs of the Court Orders stating the methodology to be applied in calculating client entitlements 6. Further information requested of client. No response received as at the date of this report

Pursuant to Court Orders the Liquidator had 28 days from the date of being provided information regarding a client dispute to notify the client of its adjudication of that dispute from which time the client had 21 days to appeal the decision.

Each dispute was responded to within the permissible 28 day period and none of the Liquidators' adjudications were appealed within the permissible 21 day period.

Further to the disputes outlined above which were made as part of the proving process, the Liquidator also received disputes relating to the adjustments made by the Liquidator on distribution for ASOs transferred to clients after 1 November 2011. Disputes were received from 4 clients holding 21 accounts with a combined GLV of approximately \$37.3m. All disputes regarding distribution adjustments for American Style Options ("ASOs") were rejected by the Liquidator. No further action was taken by the disputing clients.

8.2 Distribution to Clients

8.2.1 Distribution

To date four distributions have been made to clients.



8.2.2 First Distribution

The first distribution commenced on 31 October 2012 for all client pools. CFD's clients received 78c/\$, Futures clients 57c/\$, Margin and Online FX clients received 65c/\$. The distribution was made to all known and verified bank accounts of MFGA's clients.

Approximately 700 payments from the first distribution were returned for various reasons, including invalid BSB numbers, invalid account numbers or closed accounts. Of these, approximately 650 remain outstanding and have not provided updated banking details.

Over 2,900 accounts did not receive a distribution due to insufficient or incomplete banking details available at the time of the distribution. 1,200 of these accounts have subsequently been updated and received distributions.

A small number of client accounts were withheld due to disputes that have subsequently been resolved, or were withheld due to being affiliate accounts.

8.2.3 Second Distribution

The second distribution commenced on 20 December 2012 for Futures and Online FX clients only after the receipt of funds from the ASX from the settlement with MFG UK and receipt of funds from MFG Mauritius. Futures clients received 17c/\$ and Online FX clients received 15c/\$.

8.2.4 Third Distribution

The third distribution commenced on 9 January 2013 for Futures clients only after the receipt of funds from MF Global Inc. Futures clients received 5c/\$.

8.2.5 Fourth Distribution

Prior to distributions two, three and four, the Liquidator received the Court Orders in relation to the costs of the court proceedings and recovery of funds on behalf of clients. The Liquidator finalised the calculations in accordance with the orders to recover funds from the client pools in relation to the court proceedings and recoveries. Subsequently, the Liquidators were able to distribute further funds to clients.

The fourth distribution commenced on 14 March 2013 for all client pools. CFD clients received 9c/\$, Futures clients received 8c/\$, Online FX clients received 15c/\$ and Margin FX clients received 7c/\$. This took the total funds distributed to date to between 72 and 95c/\$ for all clients with verified and confirmed banking details.

A number of clients requested cheques to be paid where bank account details were unable to be provided, and a small number of clients were entities that had been deregistered and the funds were paid to ASIC.

8.2.6 Summary

Set out below is a summary of the above distributions by product pool as at 16 May 2013:

Distributions (\$000's)	CFD	Futures	Online FX	MFX	Total
First Distribution	64,893	122,801	3,328	10,525	201,547
%	78.0%	57.1%	65.0%	65.0%	
Second Distribution	-	38,597	768	-	39,365
%	0.0%	17.9%	15.0%	0.0%	
Third Distribution	-	10,713	-	-	10,713
%	0.0%	5.0%	0.0%	0.0%	
Fourth Distribution	7,484	17,194	768	1,133	26,579
%	9.0%	8.0%	15.0%	7.0%	
Total	72,377	189,306	4,864	11,659	278,206
%	87.0%	88.0%	95.0%	72.0%	

8.3 Estimated Statement of Position (“ESOP”)

Set out below is a comparison showing the analysis of the estimated financial position (excluding GST) from our report to creditors dated 22 February 2012 and updated estimates as at 16 May 2013:

Estimated Statement of Position (\$'000s)	Notes	Estimated 439A Report	Update Estimate Low	Update Estimate High
Cash Available for Distribution				
Total Assets Recovered	6.3.1	23,300	26,285	26,285
		23,300	26,285	26,285
Add Further Recoveries				
Recoveries Commitment Funds		-	2,000	2,000
Surplus from Pools		700	-	844
Unsecured Affiliate Claims		-	-	1,820
Cost Recovery from Client Pools		6,697	6,319	6,319
		7,397	8,319	10,983
Total Asset Realisations		30,697	34,604	37,268
Less Liquidators Costs:				
Administrators/Liquidators Fees - Paid		(6,008)	(7,836)	(7,836)
Administrators/Liquidators Fees - Estimated		-	(2,000)	(1,000)
Administrators/Liquidators Legal Fees - Paid		(4,500)	(5,348)	(5,348)
Administrators/Liquidators Legal Fees - Estimated		-	(1,000)	(500)
Employee Termination Payments Paid		-	(4,896)	(4,896)
Trading Costs	6.3.2	(2,886)	(4,850)	(4,850)
		(13,394)	(25,930)	(24,430)
Total Funds Available for Priority Creditors		17,303	8,674	12,839
Priority Creditors				
Employee Entitlements	6.3.3	10,900	3,648	3,648
Contingency		-	3,219	618
		10,900	6,867	4,266
<i>% Distributed to Priority creditors</i>		100%	100%	100%
Surplus/(Shortfall)		6,403	1,807	8,573
Unsecured Creditors				
Employee Claims	6.3.4	1,500	1,510	1,510
Trade Creditors		10,838	16,138	10,838
Shortfall to MFGA Clients		83,845	38,180	8,350
Total Unsecured Creditors		96,183	55,828	20,698
c / \$ return to Unsecured Creditors		6.66	3.24	41.42

8.3.1 Assets Recovered

Asset recoveries are higher than originally estimated due to:

- Treatment of Bank Guarantee used to pay for ongoing rent
- Interest earned on House Funds
- Debt trading receipts and property plant and equipment sales above estimate
- Receipt of dividend from unlisted investment

8.3.2 Trading Costs

Trading costs are higher than estimated due to rent and outgoings on office space. Even though the Liquidators relocated the business operations in March 2012 to a smaller space in Grosvenor Place, Sydney NSW, they continued to occupy the premises until November 2012 which was longer than forecast.

Employee wages were also higher than forecast due to the longer than originally anticipated time required. However retaining the employees was more cost effective than assigning contractors or Liquidators' staff.

8.3.3 Priority Creditors

On 1 November 2011 all employees of MFGA were retained whilst the Liquidators attempted to sell the business as a going concern. As a sale did not occur and only the key employees in the finance and back office departments were retained.

The number of employees decreased over the Liquidation from 13 employees in January 2012, to 2 by October 2012 whose employment ceased in November 2012 after the first distributions were processed. The employees assisted with processing, reconciling client's positions, answering client's questions and updating Company records.

All outstanding annual leave and payment in lieu of notice, entitlements have been paid to employees out of the funds of MFGA.

However, in relation to the outstanding long service leave and redundancy, eligible employees could submit a GEERS claim to the Department of Education, Employment and Workplace Relations ("DEEWR").

The Liquidators wrote to DEEWR and provided them with a schedule of entitlements owing to all employees. All claims had to have been submitted by 2 March 2013, being 12 months from the date of the appointment as Liquidators.

On 28 February 2013 the first payment of \$647,018 from DEEWR was received for 18 employees' outstanding long service leave and redundancy. A further tranche of \$1.27 million was received on 10 May 2013 and will be distributed to 37 employees shortly after this report is published.

We are finalising our adjudication of one large employee claim and due to the size of the claim it is imperative that this is adjudicated on prior to being able to making a further distribution to employees, as it may significantly impact on the level of distribution that we are able to pay to all employees.

8.3.4 Unsecured Creditors

The Company's unsecured creditors were previously estimated to be \$10.8 million. This included trade creditors of \$2.4 million, affiliate non-client creditors of \$6.4 million and estimated contingent liabilities of \$2.0 million. The contingent liability relates to the potential claims from landlords in respect of the Company's property leases.

A landlord has now submitted a formal proof of debt for \$5.3 million. The Liquidators will only adjudicate on this claim when it becomes clear that a dividend will be paid to unsecured creditors.

The large employee and landlord claim will impact on the overall return to unsecured creditors.

9 Communication

A Court Order was obtained to be able to communicate with the clients of MFGA via email. This was the most cost effective, timely and practical means of communication with the large number of MFGA clients both domestically and internationally. All notices were made available via the website at <https://www.deloitte.com/au/mfglobal>.

In an effort to reduce the costs of the Liquidation, the Liquidators decided that while general client update notices would still be prepared and uploaded to the website, they would not be emailed out unless necessary.

The table below outlines the approximate quantum of correspondence received from 1 November 2011:

Nature of Correspondence	Number received
Emails	21,030
Letters & Faxes	3,000
Phone Calls	9,000
Total	33,030

The table below outlines the approximate number and type of emails received to date to the MFGA email:

Nature of Email	Number Received
Assessed as no response required	3,000
Client bank detail update request	4,500
Client contact detail update request	350
Debt trading	100
GLV dispute	300
General enquiry/other	10,000
PODs & proxies	2,500
Trade debtors/creditors	150
White-labels & affiliates	130
Total	21,030

The table below outlines the notices provided by the Liquidators to the clients and creditors of MFGA as well as the method adopted for their distribution.

Number	Date	Description	Posted	Emailed	Uploaded
1	01-Nov-11	Notice to all clients	No	Yes	Yes
2	03-Nov-11	Notice to futures clients only	No	Yes	Yes
3	03-Nov-11	Notice to CFD clients only	No	Yes	Yes
4	03-Nov-11	Circular to creditors	Yes	No	Yes
5	04-Nov-11	Update of futures (ASX)	No	Yes	Yes
6	04-Nov-11	Update on futures (international positions)	No	Yes	Yes
7	07-Nov-11	Update on the first meeting of creditors and FAQs	No	Yes	Yes
8	07-Nov-11	Notice to all clients	No	Yes	Yes
9	09-Nov-11	Notice to all clients	No	Yes	Yes
10	09-Nov-11	Update to all grain and wool clients	No	Yes	Yes
11	09-Nov-11	Update on international futures positions	No	Yes	Yes
12	16-Nov-11	Notice to all clients	No	Yes	Yes
13	21-Nov-11	Notice to all clients	No	Yes	Yes
14	24-Nov-11	Notice to all clients	No	Yes	Yes
15	30-Nov-11	Notice to all clients	No	Yes	Yes
16	06-Dec-11	Notice to all clients	No	Yes	Yes
17	14-Dec-11	Notice to all clients	No	Yes	Yes
18	20-Jan-12	Notice to all clients	No	Yes	Yes
19	06-Feb-12	Notice to all clients	No	Yes	Yes
20	13-Feb-12	Notice to all clients	No	Yes	Yes
21	01-Mar-12	Notice to all clients	No	Yes	Yes
22	05-Mar-12	Notice to all clients	No	Yes	Yes
23	06-Mar-12	Notice of special resolution to wind up the companies - Form 509D	No	Yes	Yes
24	12-Mar-12	Notice to all clients	No	Yes	Yes
25	20-Mar-12	Notice to all clients	No	Yes	Yes
26	27-Mar-12	Notice to all clients	No	Yes	Yes
27	03-Apr-12	Notice to all clients	No	Yes	Yes
28	24-Apr-12	Notice to all clients	No	Yes	Yes
29	08-Jun-12	Notice to all clients	No	Yes	Yes
30	03-Jul-12	Notice to all clients	No	No	Yes
31	03-Aug-12	Notice to all clients	No	No	Yes
32	28-Aug-12	Notice to all clients	No	No	Yes
33	30-Aug-12	Notice to all clients	No	Yes	Yes
34	20-Sep-12	Notice to all clients	No	Yes	Yes
35	21-Sep-12	Notice to all clients	No	Yes	Yes
36	12-Oct-12	Notice to all clients	No	Yes	Yes
37	23-Oct-12	Notice to all clients	No	Yes	Yes
38	08-Nov-12	Notice to all clients	No	No	Yes
39	27-Nov-12	Notice to all clients	No	No	Yes
40	14-Dec-12	Notice to all clients	No	Yes	Yes
41	21-Dec-12	Notice to all clients	No	No	Yes
42	09-Jan-13	Notice to all clients	No	No	Yes
43	08-Mar-13	Notice to all clients	No	No	Yes

10 Liquidators Receipts and Payments

Set out below is a summary of the Liquidators receipts and payments up to 2 March 2013:

Receipts and Payments - AUD Account		Receipts and Payments - USD Account	
Receipts AUD	(\$)	Receipt USD	USD
Carried forward from Administration	10,506,814	Carried forward from Administration	371,215.95
Debt Trading Fees	157,500	Interest	26.49
Dividend - Unlisted Investment	72,000	Transfer of Pre Appointment Funds	34,191.07
Dividend - MFGSA	2,428,812	Total Receipts USD	405,433.51
GEERs funding	647,018		
Interest	233,936		
Legal Cost Recoupment from CSAs	1,961,011	Payments USD	USD
MFGUK Recovery	714,649	Bank Fees	(16)
Plant & Equipment Sales	68,541	MFGUK Settlement Costs	(115,925)
Sundry Debtors	155,753	Services provided from MFGUK	(54,395)
Total Receipts AUD	16,946,034	Total Payments USD	(170,336)
Payments AUD	(\$)	Cash at Bank USD	235,097.50
Administrative Costs	(110,852)		
Administrators Fees	(241,204)		
ATO Clearing account	(173,230)		
Bank Fees	(11,811)		
COI & Creditor Meeting Expenses	(7,301)		
Data/IT	(43,907)		
Electricity	(46,016)		
Employee Termination Payments	(1,401,587)		
Insurance / Contractors	(53,047)		
Legal Fees	(3,344,591)		
Legal Fees - Client Reps Court Costs	(2,229,437)		
Legal Fees - Non Client Reps Court Costs	(289,684)		
Liquidators Remuneration	(3,990,652)		
Payroll Tax	(37,855)		
Payroll/HR	(39,235)		
Rent	(118,328)		
Superannuation	(363,676)		
Wages and Salaries	(557,928)		
Total Payments AUD	(13,060,342)		
Cash at Bank AUD	3,885,692		

The Liquidators are required to lodge a receipts and payments listing with ASIC every six months of the Liquidation.

11 Committee of Creditors and Committee of Inspection

The Committee of Creditors (“COC”) were elected by the creditors and clients at the first creditors meeting on 11 November 2011 for the Voluntary Administration period. There were four meetings during the Administration period and the attendance of the members at these meetings is set out below:

Members	Category	1st Meeting 02/12/11	2nd Meeting 22/12/11	3rd Meeting 01/02/12	4th Meeting 24/02/12
Malin Cakic	CFD	●	●	●	●
Jim Taig	CFD	●	●	●	●
Matthew Cottrell	CFD	●	●	●	●
Jamie Clinnick	CFD	●	●	●	●
Adam Townley	CFD	●	●	●	●
Peter Candy	Futures	●	●	●	●
James Yhap	Futures	●	●	●	●
Geoff Louw	Futures	●	●	●	●
James Coventry	Futures	●	●	●	●
Sam Liuzzo	Futures	●	●	●	●
Brent Penfold	Futures	●	●	●	●
Daniel Habib	Trade Creditor	●	●	●	●
Louis Snitzer	Employees	●	●	●	●

Pursuant to Section 436E of the Act, the functions of the COC were to consult with the Administrators about matters relating to the Administration and to receive and consider reports by the Administrator. The Committee also approved the Administrators’ fees.

The Committee of Inspection (“COI”) for the Liquidation period were elected by the creditors and clients at the second creditors meeting on 2 March 2012. There have been eight meetings to date and the attendance of these meetings is also set out below:

Members	Category	1st Meeting 04/04/12	2nd Meeting 14/05/12	3rd Meeting 30/05/12	4th Meeting 31/06/12	5th Meeting 04/10/12	6th Meeting 12/11/12	7th Meeting 13/12/12	8th Meeting 08/03/13
Jim Taig*	CFD	●	●	●	●	●	●	●	
Matthew Cottrell	CFD	●	●	●	Resigned	Resigned	Resigned	Resigned	
Peter Candy	Futures	●	●	●	●	●	●	●	
James Yhap	Futures	●	●	●	●	●	●	●	
Geoff Louw	Futures	●	●	●	●	●	●	●	
Sam Liuzzo	Futures	●	●	●	●	●	●	●	
Kit Lowe	Futures	●	●	●	●	●	●	●	
Daniel Habib	Trade Creditor	●	●	●	●	●	Resigned	Resigned	

*Resigned 14 May 2013

The functions of the COI were to consult with and receive reports from the Liquidators. In addition they acted as a “sounding board” for proposed actions, approved contracts which the Liquidators intend to enter into longer than 3 months and could approve if the Liquidators intended to settle and compromise debts owed to the Company over \$50,000. The Committee also approved the Liquidators fees.

Both the COC and COI have been an integral part of the Liquidation and have been a beneficial sounding board for the Liquidators in particular with the Main Court proceedings and recoveries. The Liquidators believe that both the COC and COI have been of great assistance to the Liquidators whilst also representing their respective client/creditor.

12 Investigations

The Liquidators are required to complete and lodge a report pursuant to Section 533 of the Act with the Australian Securities and Investment Commission (“ASIC”) where it appears to

the Liquidators that a past or present officer of the Company may have been guilty of an offence in relation to the Company and in other limited circumstances.

Following appointment the Liquidators performed an analysis of the solvency of the Company and investigated:

- If there was any evidence of insolvent trading by the Directors under Section 588(FC) of the Act.
- Whether the Company entered into any voidable transactions under Section 588 of the Act.
- Whether the Officers/Employees of the Company were guilty of an offence in respect of the Company under Section 533 of the Act.

On the basis of the Liquidators investigations, possible misconduct was reported to ASIC as required under the Act as set out below:

1. The Company moved client money between various clients' segregated accounts where the Act or associated regulations may not have permitted the Company to do so.
2. Until 31 Jan 2007 the Company was the clearing participant on ASX Clear (Futures) Pty Limited (ASXCF) in respect of trading on the ASX 24 market. On 1 Feb 2007 the Company's parent company MF Global UK Limited (MFUK) also became a clearing participant of ASXCF. From that time up until our appointment, in practice MFGA "gave up" all ASX 24 positions to MFUK to clear. This resulted in a dispute between the Company and MFUK which has settled with return of funds to MFGA.
3. Prior to the appointment, the Company operated an international futures and CFDs business whereby the Company would engage related bodies corporate and other non-related entities in foreign jurisdictions to trade futures contracts and CFDs on behalf of the Company's clients. Approximately AUD 8 million in the Company's omnibus account with affiliates may not be treated as "client money" by the affiliate. This may lead to the omnibus accounts, and ultimately the Company's clients, receiving a different treatment (and ultimately a lower return).

The Liquidators have been in regular contact with ASIC and have provided evidence and additional information to ASIC should they wish to conduct further investigations into the Directors of the Company if required.

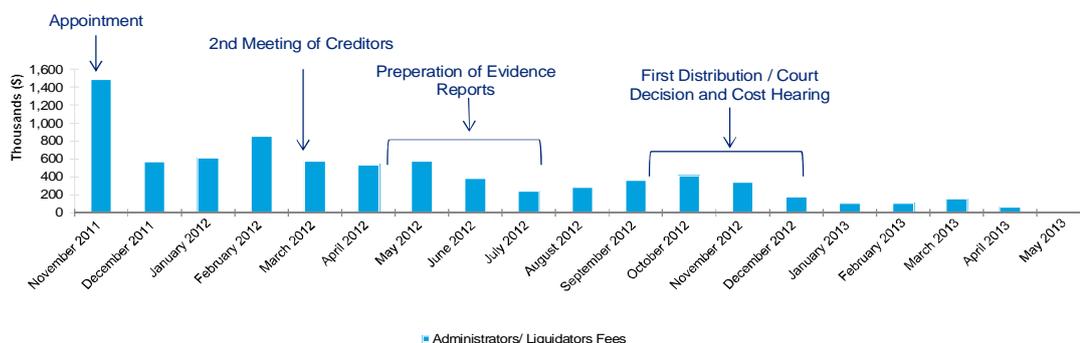
13 Remuneration

The Liquidators remuneration is based on the firm's hourly rates which are included in **Appendix E**.

The Liquidators are required to prepare a report detailing both the actual fees incurred and future estimated fees. These reports detail by task area, employee, and the number of hours. These reports were sent to the respective COC and COI members.

During both the COC and COI meetings the Liquidators presented the estimates of fees and discussed the nature of the fees with the committee members.

The monthly remuneration has reduced significantly since November 2011. A summary of this is set out below:



In addition to the Main Court Proceedings and recoveries, other key actions during the Administration and Liquidation have included asset realisation, dealing with creditors, clients, employees and investigations as outlined below:

13.1 Cost Management

The Voluntary Administration and Liquidation of MFGA is classified as a highly complex matter that was further complicated by the number of stakeholders in particular clients of MFGA and their competing interests.

Costs of such a matter can escalate and the Liquidators were always concerned of the impact of the costs on the return to clients and creditors. A number of key actions that were taken to minimise costs and time to return funds to clients included:

1. Commencing the Court Proceedings early. The Court Proceedings to determine key issues that clients disputed were prepared and commenced in December 2011, one month after the commencement of the Voluntary Administration. This allowed the matter to progress to Court quickly.
2. We centralised the evidence process for the Court Proceedings via an electronic systems that were securely accessible by all of the defendant legal firms.
3. Appointing Client Representatives. The appointment of a sufficient but manageable number of Client Representatives allowed for a cost effective legal process. The matter was open for all clients to appear on their own. These measures meant the process was completed quickly and minimised the chance of the the Court decisions being subject to an appeal.
4. To ensure the representative legal costs were reasonable, the Liquidators agreed rates with the legal representatives. We also engaged a legal cost consultant to review and assess the legal fees before payment.
5. Settled disputes via negotiation rather than litigation. To date the Liquidators have managed to recover significant funds without lengthy litigation. This has resulted in fewer costs, less time and greater return to creditors and clients.
6. Proving process in January/ February 2012 and September 2012. The Liquidators designed an electronic format for clients to prove their GLV claims, lodge a dispute and confirm their banking details.

The September 2012 process was approved by the Court. We estimate that each of these processes, done electronically rather than the normal paper based process has saved a minimum of \$750,000 each time; a total minimum saving of \$1.5 million.

7. On a number of occasions we have sought and have been granted approval by the Court to communicate with clients and creditors on formal matters electronically. This has been a significant cost saving.
8. We retained key employees of MFGA to perform duties at a cost significantly less than the cost of the Liquidators' staff.
9. We used email and our website to keep stakeholders informed. This reduced the cost of maintaining a call centre and client response services.

13.2 Assets

13.2.1 Sale of Business as a Going Concern

- Preparing confidentiality agreement, information memorandum and a data room for potential purchasers
- Liaising with the 15 interested parties that signed and returned confidentiality agreements
- Liaising with MF Global Hong Kong and Singapore regarding a Asia-Pacific sale
- Preparing and providing a term sheet specifying expressions of interest cut off dates and terms to interested parties
- Internal meetings to discuss sale strategy and review offers received
- Valuation of business and business entities by Deloitte Corporate Finance

13.2.2 Plant and Equipment

- Securing, reviewing and managing assets and coordinating the removal and auction of plant and equipment
- Reviewing, disclaiming and renegotiating leases

13.2.3 Debtors and other assets

- Ongoing correspondence with debtors to recover debts outstanding
- Formal valuation and revaluation of shareholding in unlisted investment
- Liaising with the unlisted investment and legal teams to negotiate the sale of the shareholding in the unlisted investment
- Preparing sale of shareholding documentation and correspondence including an Information Memorandum
- Liaising with potential purchasers and negotiating terms of sale

13.3 Creditors

13.3.1 COC, COI Creditors Meetings

- Preparing and holding the First and Second Creditors Meetings, processing proofs and proxies, advertising meetings, preparing accompanying reports, circulars, presentations minutes and web broadcasting
- Preparing, reviewing and distributing Section 439A Report and Annual General Meeting report via email, website and post
- Responding to creditor enquiries

- Preparing and holding 5 Committee of Creditors meetings and 8 Committee of Inspection meetings, including preparing accompanying circular, presentation, confidentiality agreements and drafting and lodging minutes of each meeting
- Attendance at Meeting of Creditors for MF Global Inc. in New York
- Planning Annual General meeting and preparing related documents, reports and communications

13.3.2 Retention of Title Claims

- Managing retention of title claims including receiving notifications of intention to claim and processing provision of retention of title claim forms

13.4 CFD, Futures, Margin FX and Online FX Clients

13.4.1 Client enquiries and communication

- Preparation and upload of notices to clients to Deloitte-MF Global webpage
- Responding to email and telephone enquiries
- Responding to banking detail updates and information requests
- Internal discussion and meeting with legal advisors regarding client email enquiries and frequently asked questions

13.4.2 Reconciliation and close out of client positions

- Reconciling client positions to general ledger, R&N reporting tool and close out information received from affiliates and counterparties
- Negotiating with counterparties and affiliates regarding the close out of positions and reviewing, analysing, testing and verifying of close out prices. Organising the transfer of positions, where possible, and instructing MFGA staff of close out procedures
- Communicating with clients regarding reconciliation issues
- Preparation of close out methodology paper for discussion with Committee of Creditors
- Preparation of reconciliation report to provide with affidavit to receive court directions

13.4.3 Client Segregated Accounts

- Reviewing and reconciling segregated accounts to general ledger, seeking legal advice when necessary
- Preparing, reviewing, negotiating and managing term deposits
- Planning, negotiating and executing the conversion of foreign currency CSAs into Australian dollars

13.4.4 Distribution of client funds

- Internal discussion with MFGA treasury regarding the distribution procedures for client funds
- Obtaining preliminary legal advice regarding distribution and proving process for returning client funds
- Construction and review of client claims database, corresponding with E trade when necessary
- Development, monitoring and execution of two online proving processes including reviewing results, managing disputed claims, managing IT issues, developing client claims database, preparing explanatory statement to clients, liaising with Deloitte Digital and Deloitte Forensic teams and responding to client enquiries

- Preparation of distribution analysis report to provide with affidavit to receive court directions
- Preparation of client database reconciliation memo
- Implementation of four rounds of client distributions, including communicating to clients, creating, reconciling and issuing distribution statements with assistance from Deloitte Data Analytics and assessing withholding tax implications
- Updating banking details of international and domestic clients including attempting to contact clients for which we have insufficient banking details and rectifying payments that have bounced back

13.4.5 Counterparty matters

- Ongoing and extensive negotiations with affiliates, counterparties and legal advisors regarding funds outstanding and offsets
- Meeting with counsel and legal advisors regarding claim and position of MF Global UK regarding funds held with ASX
- Negotiation of settlements, including liaising with legal advisors
- Tracking, reconciling and converting recovered monies

13.5 Employees

13.5.1 Employee Entitlements

- Calculating, reviewing and paying employee entitlements, reviewing and managing disputes regarding employee entitlement, reviewing awards, reconciling outstanding superannuation adjudicating employees claims, correspondence with legal advisors regarding awards and disputed employee claims
- Calculating GEERs distribution relating to employee entitlements, liaising with DEEWR, communicating the GEERs process with employees and processing GEERs distributions to employees
- Calculation, review and payment of payroll tax, wages, PAYG and superannuation

13.5.2 Employee communications

- Preparing and distributing circulars to employees and their representatives communicating entitlements, options, duties and responsibilities and termination process, post-employment contracting and distribution expectations and timing

13.6 Trade on

- Liaising with IT, telephone and data suppliers regarding ongoing services, and termination of services
- Winding down offices including relocating to a smaller office, managing records, liaising with staff, liaising with Grosvenor Place management, reviewing leases and eventually winding down the office all together
- Maintaining purchase order registry, authorising purchase orders and processing payment of suppliers
- Processing receipts and payments
- Preparing financial reports for Committee meetings, creditors meetings and statutory reports including review of balance sheet, budgeting, cash flow forecasting and preparing estimated state of position

13.7 Investigations

13.7.1 Conducting Investigation

- Collecting, reviewing and storing company books and records, imaging key personnel computers and company servers
- Review of company nature and history
- Review of specific transactions and liaising with directors regarding certain transactions
- Liaising with MF Global Inc. and MF Global Holdings and their representatives with regards to obtaining and then continued testing of the general ledger from the US
- Continued meetings, discussions and investigations regarding the co-mingling of client monies
- Meetings and discussions with MFGA staff regarding transfer of funds between pools and bank accounts
- Meetings and discussions with legal advisors regarding collation of evidence for presentation to Court
- Drafting, reviewing and finalising CSA investigation report

13.7.2 ASIC Reporting

- Liaising with ASIC regarding Section 30 requests for information and meetings and updates with ASIC regarding position and conduct of the Administration/Liquidation

13.8 Administration

13.8.1 Court Proceedings

- Applications to Court regarding email notices and the extension of the convening period including the preparation of related affidavits
- Collating and reviewing evidence, preparing, reviewing and finalising Affidavits of Chris Campbell, reviewing submissions with legal team and counsel and publishing court documents on the Deloitte-MF global website
- Continued meetings and discussions on Court applications/directions regarding distribution proving process, MFG UK recognition in Australia, MFG UK /ASX dispute, calculation of client entitlements and pooling directions
- Review of affidavits of Bob Yap, Liquidator of MF Global Singapore and Deutsche
- Attendance at Court hearings and subsequent review of judgements with legal advisers and Counsel including liaising with legal advisors regarding the interpretation of orders and practical issues related to the calculation and distribution of client funds
- Preparing cost allocation report and preparing cost allocation as per the relevant Court orders

13.8.2 Client Representatives

- Organising the allocation of client representatives
- Research, writing, preparation and distribution of the following reports to the Client Representatives:
 - Close Out Valuation Information Report
 - Client account offset report
 - Client responses to Close Out GLV report
 - Close out adjustments report
 - Cost allocation report
 - Receipts and payments report

- Responding to requests for information from the Client Representatives following the submission of the reports, including clarifying details and providing further evidence and documentation
- Maintenance of evidence document management system
- Paying Client Representative Fees, Counsel fees, including liaising with the cost assessor and implementing suggested invoice amendments

13.8.3 Debt Trading

- Discussing and planning of trading of client debt with legal team and Deloitte Forensics including assessment and briefing of Anti Money Laundering and other compliance issues by Deloitte Forensics
- Planning systems and workflows for the processing of client debt trades
- Forecasting the prospective cost of Debt Trading and prospective staff commitment
- Communicating by email with prospective parties and clients interested in trading debt
- Correspondence with legal team regarding debt trading issues
- Executing transfer of claims including all required checks and procedures

13.8.4 Insurance

- Identification, preparation and review of insurance requirements, including correspondence with brokers and specialists

13.8.5 Directors

- Preparation and review of directors pack and Report as to Affairs
- Correspondence with directors regarding duties and obligations and maintenance of AFSL licence

13.8.6 Statutory Reporting

- Monthly BAS and Quarterly PAYG reporting
- Review of income tax return by Deloitte Tax
- 524 lodgements to ASIC
- Lodgement of Forms 505 regarding cessation of Administrators and appointment of Liquidators
- Lodgements of Form 509 with ASIC
- Discussion with tax agents regarding taxation issues regarding GST calculation percentage
- Complying with ATO audits

13.8.7 Bank account administration

- Closing and managing pre-appointment accounts, establishing Administrator accounts
- Liaising with ANZ regarding ANZ Transactive Services
- Preparations of Bank reconciliations, transaction journals, daily banking updates and monitoring interest
- Correspondence with clients regarding pre-appointment transfers, arranging payment of post-appointment error payments as per Court orders

13.8.8 General

- Calculating, monitoring and forecasting fees and billings

- Finalisation review for closure of VA period and start new files for Liquidation period
- Maintaining and storing documents and files, reviewing files and updating checklists
- Preparing and finalising books and records listing and storage
- Planning and review of Administration/Liquidation

12.9 Summary

Total forecast remuneration that had been approved by either COC or COI was \$8.7 million. Of this \$7.8 million has been accrued and paid as detailed below:

Period	Remuneration Period	Approving Committee	Date Approved	Amount Approved (\$)	Amount Paid (\$)	Variance (\$)
Administration	01/11/11-18/11/11	COC	02/12/11	1,156,786.00	1,156,786.00	-
Administration	19/11/11-02/12/11	COC	02/12/11	417,665.00	417,665.00	-
Administration	03/12/11-23/12/11	COC	22/12/11	600,225.00	493,751.50	(106,473.50)
Administration	24/12/11-27/01/12	COC	01/02/12	525,203.00	504,362.50	(20,840.50)
Administration	28/01/12-2/3/12	COC	24/02/12	935,213.80	935,213.80	-
Liquidation	03/03/12-16/03/12	COI	04/04/12	312,689.00	312,689.00	-
Liquidation	17/01/12-27/04/12	COI	04/04/12	908,770.00	734,194.50	(174,575.50)
Liquidation	28/04/12-11/05/12	COI	30/05/12	290,672.50	290,672.50	-
Liquidation	12/05/12-01/06/12	COI	30/05/12	450,517.50	322,987.50	(127,530.00)
Liquidation	02/06/12-29/06/12	COI	30/05/12	608,090.00	390,849.00	(217,241.00)
Liquidation	30/06/12-13/07/12	COI	31/07/12	123,837.00	119,395.50	(4,441.50)
Liquidation	14/07/12-31/08/12	COI	31/07/12	396,124.50	402,756.00	6,631.50
Liquidation	01/09/12-14/09/12	COI	20/09/12	168,492.00	168,492.00	-
Liquidation	15/09/12-02/11/12	COI	20/09/12	649,933.50	649,933.50	-
Liquidation	03/11/12-23/01/12	COI	13/12/12	227,715.00	227,715.00	-
Liquidation	24/11/12-01/02/13	COI	13/12/12	468,630.00	371,147.50	(97,482.50)
Liquidation	02/02/13-15/02/13	COI	08/03/13	50,180.00	50,180.00	-
Liquidation	16/02/13 - 3/05/2013	COI	08/03/13	435,740.00	286,909.50	(148,830.50)
Total				8,726,483.80	7,835,700.30	(890,783.50)

13 Inspection of Liquidators Account

Creditors are advised pursuant to Section 539(5) of the Act that the Liquidators' account of receipts and payments can be inspected at the offices of Deloitte Touche Tohmatsu, Grosvenor Place, 225 George Street, SYDNEY NSW 2000, during business hours.

14 Annual General Meeting

Notice is given that pursuant to Sections 508 of the Act as **Annexure D** that an annual general meeting ("AGM") of the members and creditors of the Company has been convened and is to be held on Friday 31 May 2013 at 10:00am, at the offices of Deloitte Touche Tohmatsu, Level 9, 225 George Street, Sydney NSW 2000 for the purpose of having an account laid before them showing the manner in which the winding up has been conducted and the property of the Company disposed of and of hearing any explanations that may be given by the Liquidator.

We trust that creditors find this report informative and useful. In the event that you have any queries regarding the contents of this report, or the liquidation in general, please do not hesitate to contact the Liquidators' staff using the following email address mfgaustralia@deloitte.com.au

Yours faithfully



CR Campbell
For and on behalf of
CR Campbell, VN Strawbridge and DJF Lombe
Joint Liquidators

**NOTICE CONVENING AN ANNUAL GENERAL MEETING OF MEMBERS AND
CREDITORS**

**MF GLOBAL AUSTRALIA LIMITED
(IN LIQUIDATION) (the "Company")
ACN 001 662 007**

Notice is given pursuant to Section 508 of the *Corporations Act 2001* that a annual general meeting of the members and creditors of the Company will be held at the offices of Deloitte Touche Tohmatsu, Level 9, 225 George Street, Sydney NSW 2000 on Friday 31 May 2013 at 10.00am, for the purpose of having an account laid before them showing the manner in which the winding up has been conducted and the property of the company disposed of and of hearing any explanations that may be given by the Liquidator.

AGENDA

The meeting is convened for the purpose of:

1. Receiving the account of the Liquidator's acts and dealings and the conduct of the winding up.
2. Appoint additional members to the Committee of Inspection

DATED this 16th day of May 2013.



**C R Campbell
For and on behalf of
CR Campbell, VN Strawbridge and DJF Lombe
Joint Liquidators**

Deloitte Touche Tohmatsu
Level 9
225 George Street
SYDNEY NSW 2000

Appendix B – Form of Proxy

Regulation 5.6.29

FORM 532
Corporations Act 2001

**MF GLOBAL AUSTRALIA LIMITED
(IN LIQUIDATION)
ACN 001 662 007**

APPOINTMENT OF PROXY

I/WE^{*(1)}, (NAME)
of (ADDRESS)
a member / creditor of MF Global Australia Limited, hereby appoint ⁽²⁾ or in
his/her absence as MY / OUR*, GENERAL / SPECIAL* proxy
to vote at the joint meeting of members and creditors to be held on Friday 31 May 2013 at 10:00am, or at
any adjournment of that meeting.

DATED this day of 2013

⁽³⁾⁽⁴⁾Signature

Important Notes Covering Completion of Proxy

- (1) If a firm, strike out "I" and set out the full name of the firm.
 - (2) Insert the name, address and description of the person appointed.
 - (3) The proxy of a creditor who is a corporation must be executed under the Common Seal of the Company, or by a duly authorised officer stating the nature of that authority.
 - (4) A proxy initially sent by facsimile must also have the original delivered to the Liquidator's office.
- *Strike out where applicable

CERTIFICATE OF WITNESS

Note: This certificate is to be completed only where the person giving the proxy is blind or incapable of writing. The signature of the creditor is not to be attested by the person nominated as proxy.

I, of certify that the
above instrument appointing a proxy was completed by me in the presence of and at the request of the
person appointing the proxy and read to him before he attached his signature or mark to the instrument.

DATED the day of, 2013

Signature of Witness: _____
Description:
Place of Residence:

Appendix C – Proof of Debt

FORM 535
CORPORATIONS ACT 200

Subregulation 5.6.49(2)

FORMAL PROOF OF DEBT OR CLAIM (GENERAL FORM)

ACN 001 662 077

To the Liquidator of MF Global Australia Limited (In Liquidation)

1. This is to state that the company was, on 1 November 2011 ⁽¹⁾ and still is, justly and truly indebted to ⁽²⁾
- for
-dollars and cents.

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 2013

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 / /			

Appendix D – Summary of Judgement

MF Global Australia Limited (In Liquidation) - 29 August 2012 Judgment summary

#	Issue	Judgment	Paragraph
1 + 2	Is pooling or grouping permitted? If some pooling is permitted, what pooling or grouping should occur?	I will therefore direct the Liquidators that they are justified in proceeding on the basis of four pool in the four product lines. I will direct the Liquidators in the MFGS Proceedings that they may properly proceed on the basis that the Singapore-based accounts and Australian-based CFD CSAs may be pooled.	67 88
3	Is foreign currency "money"?	I will make a direction, and a corresponding declaration, that the Liquidators are justified in proceeding on the basis that foreign currency is "money"	91
4	Convert foreign currency to Australian dollars?	I am satisfied that a direction should be made that confirms the entitlement of the Liquidators to convert the funds, including the funds held in the Singapore-accounts into Australian dollars.	97
5	Date and method of determining clients' entitlement?	I will direct the Liquidators that they would be justified in determining entitlements on a contractual basis as at the appointment date, by reference to GLV calculated under the client agreements on the basis of 31 October 2011 mark-to-market prices. The precise form of that direction will need to be addressed in submissions as to orders.	134
6	Is set-off as between positive and negative account balances owed by the same MFGA client allowed?	I am satisfied that MFGA is entitled to exercise a right of set off and I am satisfied that, on balance, it is appropriate for the Liquidators to do so although this will give the affected clients the benefit of 100 cents in the dollar in their positive balances, in the interest of the efficient distribution of the relevant client monies. I will make a direction to that effect.	159
7	Should clients with an entitlement of \$1 or less be treated as having no entitlement?	It is therefore expedient to permit the Liquidators to ignore these [\$1] claims. I would make a direction to that effect	161
8	Should client deposits paid into Client Segregated Accounts (CSAs) on (or after) 1 November 2011 be paid back to those clients?	I will accordingly make a direction, and corresponding declaration, that the Liquidators should return all client deposits which were paid into the CSAs after the appointment date on the basis that they were paid into such accounts in error	166
9	GST on commissions deducted from the CSAs?	N/A	
10	Should interest earned on CSAs be paid to MFGA or clients?	I will make declarations that Online FX clients and Futures clients have no right to interest on the CSAs; CFD clients and Margin FX clients are entitled to interest on the CSAs at the rates provided by MFGA in accordance with the client agreements; and MFGA is only entitled to recover interest on the CSAs to the extent that monies remain in those accounts after making prior ranking payments under reg 7.8.03(6).	254
11 + 12	To which account should funds recovered be paid into? Futures recoveries treated as funds for clients? OTC recoveries as funds for MFGA or Clients?	I consider that all Futures clients have equal claims to all Futures Recoveries where the payment of margin to Futures Agents from which they were derived were funded from the mixed Futures CSAs to which all Futures clients had contributed. In my view, funds returned by OTC counterparties to MFGA in respect of hedging were therefore received by MFGA in its capacity as a person "acting on behalf of the [OTC] client[s]" for the purposes of 981A(1)(b)(iii) and were therefore monies which were required to be paid into the relevant CSAs maintained under s981B.	198 241
13	Should new CSAs be pooled with existing CSAs?	The findings which I have reached above suggest that, consistent with the treatment of existing CSAs, the new CSAs opened by the Liquidators should be pooled with the existing CSAs across the four product lines, with the Singapore-based accounts to be pooled with the Australian-based CSAs	250
14	Liquidators' Remuneration and Expenses	I will hear the parties as to the form of orders and the issues which have been reserved for further submissions above, including the Liquidators' remuneration, expenses and costs.	255
15	Liquidators' costs of these proceedings	I will hear the parties as to the form of orders and the issues which have been reserved for further submissions above, including the Liquidators' remuneration, expenses and costs.	255

Appendix E – Remuneration

Title	Description	Hourly Rate (ex GST)
Partner	Registered liquidator or bankruptcy trustee. Brings his or her specialist skills to the administration or insolvency task.	\$ 650.00
Senior Manager	Typically CA or CPA qualified with in excess of 10 years' experience on insolvency matters with a number of years at manager level. Answerable to the appointee but otherwise responsible for all aspects of an administration. Capable of controlling all aspects of an administration. May be appropriately qualified to take appointments in his/her own right.	\$ 525.00
Manager	Typically CA or CPA qualified with 6 to 8 years experience working on insolvency matters. Will have experience conducting administrations and directing a number of staff.	\$ 370.00
Senior Analyst	Typically studying towards CA or CPA qualification with 4 to 6 years insolvency experience. Assists in planning and control of smaller matters as well as performing some more difficult tasks on larger matters.	\$ 280.00
Analyst	Typically studying towards CA or CPA qualification with 2 to 4 years insolvency experience. Works under supervision of more senior staff in performing day-to-day fieldwork.	\$ 240.00
Graduate	Typically studying a recently graduated student. Works under supervision of more senior staff in performing day-to-day fieldwork.	\$ 185.00
Support	Advanced secretarial skills	\$ 185.00
Vacationer	Typically a student in their penultimate year of university. Works under supervision of more senior staff in performing day-to-day fieldwork.	\$ 185.00