

Notice to all clients and creditors

3 July 2012

MF Global Australia Limited (In Liquidation) (MFGA, the Company)

Dear client,

1. Court Proceedings (main proceedings)

The Proceedings commenced by the Liquidators in the Supreme Court of New South Wales (Proceedings No. 2011/411117 and No. 2012/102788), in relation to the funds held in Client Segregated Accounts (CSAs) and Recoveries by the Liquidators since the date of their appointment (as well as future Recoveries), were heard before Justice Ashley Black on 26 June 2012 for four days. The Liquidators provide an update below:

- i. The Proceedings were completed within the 4 days the Court had allocated. Below is a list of the parties who made submissions during the Proceedings:

Role	Party	Class
Plaintiffs	The Liquidators / MFGA	n/a
1 st Defendant	RMF Management Services Pty Ltd	CFD account clients
2 nd Defendant	GrainCorp Operations Limited	Futures account clients
3 rd Defendant	The GFL Group Pty Limited	Margin FX account clients
4 th Defendant	Underdog Clothing Pty Ltd	Online FX account clients
5 th Defendant	Practical Human Resource Solutions Pty Ltd	Non-client creditors
6 th Defendant	Jiliby Pty Ltd	Cash Only clients
7 th Defendant	*Transmarket Trading Pty Ltd	Futures account clients on valuation issue
8 th Defendant	Deutsche Bank AG	n/a
9 th Defendant	**Three Crowns Investments Pty Ltd	Futures account clients on recovery issue
	MF Global Singapore Pte Ltd	n/a

* Please note the 7th Defendant, George Weston Foods Limited (GW) was replaced by Transmarket Pty Ltd to represent clients of MFGA with open positions on the date the Administrators were appointed. GW had requested, and the Liquidators subsequently

agreed, to be replaced in its role as a representative defendant. This had no impact on the preparation or participation in the Proceedings.

**On 20 June 2012 Three Crowns Investments Pty Ltd were appointed to advance arguments in relation to recovered funds owed to MFGA (on behalf of its clients) from Futures counterparties.

- ii. To assist His Honour all parties to the Proceedings have been directed to provide a schedule of their key submissions on the relevant issues by 13 July 2012.
- iii. Justice Black reserved his judgment following the conclusion of the 4 day Proceedings. Whilst we do not know when His Honour will hand down his judgment, given the complexity of the Proceedings, this could take some time. We will provide a further update once His Honour's judgment is received.

2. MF Global affiliates: status of MFGA claims and receipt of close out data

i. MFG Hong Kong

The Provisional Liquidators have provided MFGA provisional close out statements, which include pricing information, in respect to the MFGA accounts held with MFG Hong Kong. We are reviewing these provisional statements and the pricing information. Once final statements are received from MFG Hong Kong the client records of MFGA can be updated.

ii. Other affiliates

No new information has been provided further to our update dated 8 June 2012

Yours faithfully

Chris Campbell
Joint Liquidator of MF Global Australia Limited (In Liquidation)