



Notice to clients

9 November 2011 1pm

**MF Global Australia Limited (administrators appointed) (MFGA)
MF Global Securities Australia Limited (administrators appointed)
Brokerone Pty Limited (administrators appointed)
together, the "Companies".**

After some success overnight we now believe that virtually all client risk positions have either been closed or transferred. Below we provide a brief summary by product category of the current position.

Futures Clients

Following transaction activity last night the position is that, except for of a small number of US and European futures positions, you can regard any open futures position that you may have held as being closed. Below is a breakdown of the current status of each class of futures as at midday on Wednesday 9 November 2011 (Sydney time).

- **Australian futures positions**

MFGA's trading participation in respect of Australian futures was suspended last week after the appointment of Chapter 11 Trustees in USA and Voluntary Administrators in Australia.

ASX took its own action and commenced closing out the future positions in Australia. Based on that action MFGA no longer had any position in the market and therefore clients of MFGA also had no position in the market.

Details regarding the value of the close out transactions cannot be updated to your accounts until the ASX provides close out transaction information to the Administrators. That information has not been received and we do not have a definitive timeline from ASX to receive the information.

- **US futures positions**

MFGA has sent all client orders for close out of positions cleared by Bank of New York Mellon Clearing LLC (**BNYMC**) to a new offshore broker for execution. We understand that the vast majority of these orders have now been executed with only a small number remaining to be executed.

Information from our broker transaction has been received and is being processed to client accounts. That should be available in your client statements in the overnight processing.

Information for close outs that were instructed by Hughes Hubbard & Reed LLP (trustee of MF Global, Inc) is not yet available to MFGA and will depend on further information that MFGA has requested but not yet received.



All requests for transfer of positions have been transmitted to BNYMC. Several transfers have been confirmed and MFGA awaits confirmation of the others. Confirmed transfers will also be processed to client accounts.

- **Singapore, Hong Kong and Tokyo futures positions**

MFGA's offshore counterparties have advised that they have closed out all Singapore, Hong Kong and Tokyo futures positions.

On the basis of information available to MFGA, you should regard any open position that you may have held in relation to Singapore, Hong Kong or Tokyo futures as being closed.

The close out value of these positions is not yet available to MFGA and will depend on information that MFGA has requested but not yet received.

- **European futures positions**

MFGA has sent all client orders for close out or transfer to the special administrators of MF Global UK Limited (administrators appointed). We are awaiting confirmation on the status of these orders.

The close out value of European futures positions is not yet available to MFGA and will depend upon information that MFGA has requested but not yet received from the special administrators.

CFD Clients Update

Client CFD positions have been closed out. We understand that only one client's Online FX position remains open and we are attempting to contact that client direct.

The close out value of these positions is being determined, and will depend upon information that MFGA has requested but not yet received (mostly from MFGA's Hedge Counterparties).

Christopher Campbell

Joint administrator

MF Global Australia Limited (administrators appointed)

MF Global Securities Australia Limited (administrators appointed)

Brokerone Pty Limited (administrators appointed)