

NOTICE TO EMPLOYEES

14 March 2014

Dear Sir/Madam

RENOVATION BOYS PTY LTD
ACN 137 669 099
(ADMINISTRATORS APPOINTED)
("the Company")

As you are aware, Vaughan Strawbridge and I were appointed Voluntary Administrators of the Company on 25 February 2014 pursuant to Section 436A of the Corporations Act 2001.

You are receiving this circular because you were an employee of the Company at the date of appointment of Administrators.

Update on Court Application

As previously advised, the Administrators are applying to the Court for urgent directions to determine who has title to the goods which have been fully paid for by customers.

The application will be heard at 10:00am on Friday 21 March 2014 in the Supreme Court of New South Wales, 184 Phillip Street Sydney NSW 2000.

Employees are welcome to attend the application and have their view heard.

Directions Being Sought

Having undertaken investigations concerning customer payments, stock on hand and the Company's inventory management system, I am seeking Court directions about:

1. Who has title to stock;
2. How to deal with stock where there are competing claims for the same stock (being competing customers and customers competing with suppliers);
3. If certain customers have valid title to certain stock – how to fund the process by which that stock is made available to title holders; and
4. If the Court approves a levy to fund an Administration stock program – a short extension to the Administration will be required to facilitate that stock program.

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Next Steps

As soon as the Court directions are received we will communicate with customer depositors about the outcome of the Court application and any next steps required to be taken by customers.

Please continue to check our website www.deloitte.com/au/renovation-boys for any updates.

Should you have any questions, please send an email to renovationboys@deloitte.com.au in the first instance.

Yours faithfully



Jason Tracy
Joint and Several Administrator