

CREDITORS' UPDATE #1

23 November 2016

Dear Sir / Madam

Today's Homes & Lifestyle Pty Limited (Administrators Appointed) ACN 065 174 889 ("the Company")

Since our appointment on 21 November 2016, we have undertaken the following activities:-

Day 1

- Contacted all major banks to identify and place a stop on all bank accounts operated by the Company
- Placed insurance over the assets of the Company
- Made contact with suppliers and subcontractors to verify the records of the Company
- Made contact with customers and clients

Day 2

- Attended to telephone enquiries from suppliers, subcontractors and customers
- Verified creditors' claims so far, projected creditor claims total circa \$2.6 million and likely to grow
- Issued notice to secured creditors requesting details of their security interests
- Conducted an in depth assessment of existing construction project including but not limited to: review of contracts, determining costs of completion, profitability analysis, site attendance to assess progress and damage to construction works.
- Investigated the Company's financial position and other possible recoveries available to the Administrators including but not limited to: existing debtors and possible government rebates for completed installation of solar systems
- Interviewed employees regarding the Company's history, its operations and the causes of the Company's insolvency
- Secured and conducted initial review of the Company's books and records located at the Company's head office
- Held discussions and on-site meetings with a number of client's regarding their properties and their contracts
- Conducted initial assessment of related party entities and potentially voidable transactions including transactions made to the Director and entities related to the Director.

Day 3:

- Held a teleconference with the Director to discuss the Company's history, the causes of the Company's failure and the possibility of a Deed of Company Arrangement being proposed
- Issued a notice to the Director requesting the Company's books and records
- Convened the first meeting of creditors

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- Contacted the Director's solicitors requesting additional information regarding the group structure of related entities
- Contacted the Director's and the Company's external accountants requesting additional information

Current Focus:

- Finalise assessment of financial analysis on customer contracts
- Preparing advice to clients on options available
- Our attention now turns to the Company's transactions with focus on payments made to the Company's Director and entities related to the Director.

We will continue to update creditors on the progress of voluntary administration on this website.

In the meantime, should you have any further queries please contact Clare Dong (cldong@deloitte.com.au) on (02) 6263 5096 or Sam Pearson (sampearson@deloitte.com.au) on (02) 6263 7275.

Yours faithfully

Ezio Senatore
Joint and Several Administrator