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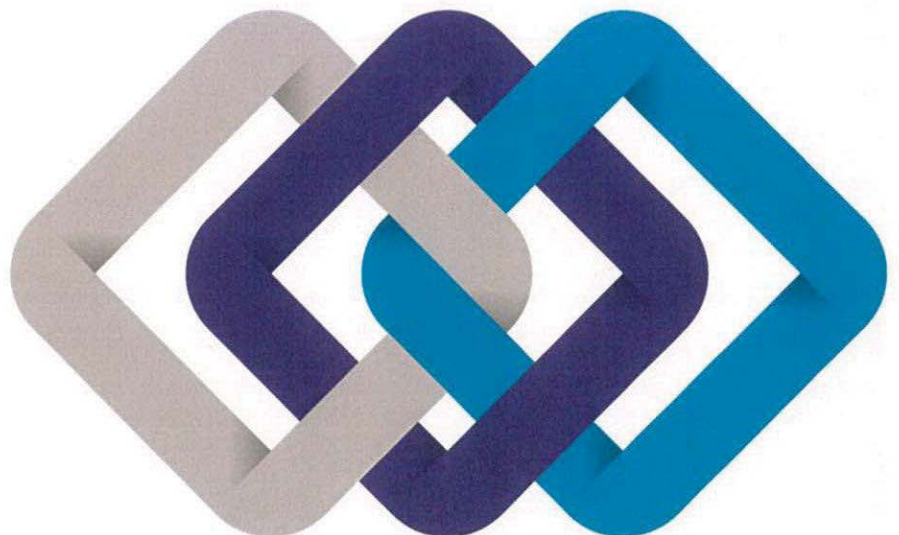
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ACN 117 674 236 (In Liquidation)
Formerly Syree Enterprises Pty Ltd
ACN 117 674 236 (“the Company”)

Report Pursuant to Section 508 of the Corporations Act 2001

Tuesday, 9 October 2018

Michael McCann
Joint and Several Liquidator
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1. Background

I refer to my appointment as liquidator of the Company on 13 July 2017 and my previous correspondence to creditors including my statutory report to creditors dated 6 October 2017.

The Company is part of a group of companies known as the Members Alliance Group ("MAG"). MAG operated a range of businesses primarily throughout Queensland including, but not limited to, financial services, project marketing, construction and management and letting rights.

The Company was incorporated on 22 December 2005 and operated from "The Rocket", Level 14, 203 Robina Town Centre Drive, Robina QLD 4226. The Company operated in association with Iridium Home Loans Pty Ltd (in Liquidation), and sold home loans, insurance, and superannuation packages to customers in Queensland, New South Wales and Victoria. We understand that the Company's customers were primarily obtained through the project marketing of a related entity, MM Prime Investments Pty Ltd (in Liquidation). The Company referred to these operations and the clients that it retained as a 'Risk Book'. This Risk Book was sold to The Broker Group (TBG) in July 2016, following which the Company ceased trading. TBG are an unrelated business based in Sydney.

My investigations revealed that approximately c\$800k remains outstanding from TBG from the sale of the Risk Book to them. TBG allege that the Company and director, Richard Malborough, breached the restrictive covenants of the contract and as a result, have withheld payments of the debt. Since my engagement with TBG they have submitted an offer to me to settle the outstanding balance. I will shortly convene a meeting of creditors to consider this settlement proposal.

Other than the debt from TBG, I have not identified any other realisable assets of the Company and a dividend to creditors will be therefore be limited to any recovery of the TBG debt. I do anticipate that the proposed settlement with TBG will result in a dividend to creditors, however, I presently am unable to provide a dividend estimate of any certainty. If I do declare a dividend any creditor whose claim has not yet been admitted will be contacted and asked to submit a proof of debt.

2. Conduct of Liquidation

During the period of my appointment I have performed the following:

- Notified relevant stakeholders of the appointment of Liquidators;
- Obtained books and records and electronic servers of the Company;
- Conducted a detailed review into the Personal Property Securities Register ("PPSR");
- Issued notices to the Company's advisors (solicitors and accountants) seeking copies of any Company books and records held as well as copies of their files;
- Undertaken an initial review of the books and records received from the Company's advisors;
- Completed initial investigations into the reasons for the Company's failure and its acts and dealings prior to the winding up;
- Lodged a report pursuant to section 533 of the Corporations Act 2001 (Cth) (the "Act") with the Australian Securities & Investments Commission ("ASIC");
- Received a request from ASIC to lodge a supplementary report pursuant to section 533 of the Act;



- Submitted a funding application to ASIC's Assetless Administration Fund facilitate further investigations to be completed into the Company and for a supplementary report to be completed, as requested;
- Investigated the sale of the Risk Book to TBG;
- Engaged with TBG in relation to their claim that restrictive covenants made in the contract of sale had been breached;
- Negotiated with TBG in relation to a potential settlement of their debt;
- Sought legal advice in relation to TBG's allegations;
- Discussed with possible litigation funders regarding obtaining litigation funding to progress recovery of TBG's debt;
- Corresponded with unsecured creditors of the Company regarding claims and queries regarding the liquidation; and
- Complied with statutory obligations, such as advertising and lodging of notices/documents with ASIC, lodging Business Activity Statements with the Australian Taxation Office, etc.

3. Outstanding Acts and Dealings

Before I am in a position to finalise this matter, the following tasks will be attended to:

- Undertake a detailed review of the Company's books and records and the records received from the Company's advisors;
- Recover any available assets of the Company;
- Obtain further legal advice in relation to the registered security interests lodged by the Company's advisors on the PPSR and the validity of them;
- Consider and initiate any potential voidable transactions or recovery actions available to the Liquidators;
- Complete a supplementary report to ASIC pursuant to section 533, as requested;
- Undertake any further investigations that ASIC might request;
- Finalise investigations in the Company's affairs;
- Subject to the recoverability of any Company property and availability of funds, complete a distribution to creditors of the Company, if required;
- Attend to the statutory reporting obligations of the liquidation;
- Finalise the winding up of the Company; and
- Apply to ASIC to have the Company deregistered.



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4. Estimated Completion Date

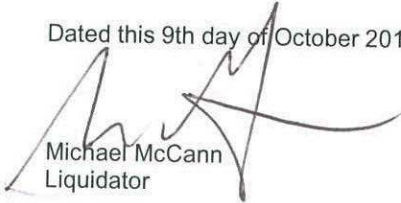
I anticipate that the liquidation process will continue for a further 12 – 24 months, depending on my investigation findings and any further actions required as a result of them.

5. Summary of Receipts and Payments

There have been no receipts and payments in the liquidation as at the date of this Report.

Should you have any queries with respect to the above, you may also contact Benjamin Sanders of my office on +61 7 3222 0429 or via email on benjamin.sanders@au.gt.com.

Dated this 9th day of October 2018



Michael McCann
Liquidator