

## Update from Ralan Group's first creditors meeting

9 August 2019

The Administrators for The Ralan Group held its first creditors' meeting at 3:30pm on 9 August 2019 in Sydney. Approximately 750 people attended the meeting.

"It's still very early in the process, however current investigations suggest a massive shortfall of \$277 million in the trust account from the deposits released on Ralan developments. We are working closely with key stakeholders to identify and preserve value for creditors, however our advice to creditors is to prepare for a poor outcome," Said Jahani, National Managing Partner – Financial Advisory at Grant Thornton said.

Due to the complexity of this matter, we will be seeking an extension of time of the voluntary administration period to properly conduct our investigation. We have received some questions around the legality of the side agreements regarding purchaser's release of deposits on pre sale contracts. Ralan has been offering these side agreements for a number of years. Our investigations will look at the action of the director, William O'Dwyer, and whether he breached any of his duties. At this time we have no additional details we can share.

"In regards to the one development under construction in Arncliffe, the project was going well, on time and on budget. We have been talking to various parties to fund the completion of the project, and we are confident Arncliffe will be finished – but likely delayed," Said Jahani said.

Our intention is to send through updates as they become available, and you can also visit our creditors page for more information. Please be patient and we will make information available as and when we can.

At this stage, the Administrators aren't available to talk to media, but if you have any additional questions, please feel free to reach out and we will aim to help you as best we can.

Media enquiries can be directed to:

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