

21 DECEMBER 2017



ANNUAL REPORT

MARSICO HOLDINGS PTY LIMITED (IN LIQUIDATION)
ACN 003 678 608
("THE COMPANY")

Table of Contents

Section 1: Introduction	2
Purpose of the Report	2
Glossary	2
Disclaimer	2
Section 2: Background & Key Work Undertaken	3
Background	3
Key Work Undertaken During the Report Period	3
Section 3: Meeting of Creditors	4
Section 4: Finalisation of Liquidations	4
Section 5: Supplementary Section s533(2) Report	4
Section 6: Estimated Return to Ordinary Unsecured Creditors	5
Section 7: Acts and Dealings to be Undertaken	5
Section 8: Estimated Timeframe for completion of the Liquidation	5
Section 9: Statutory Issues	5
Statutory Reporting	5
Section 10: Receipts and Payments	6
Section 11: Queries	6
Schedule 1: Glossary	7
Schedule 2: Receipts and payments for the period 23 September 2016 to 22 September 2017	8

Section 1: Introduction

Purpose of the Report

1. The Liquidators have prepared this report pursuant to Section 508 of the Act to provide, amongst other things, the following information:
 - 1.1 An account of the acts and dealings of the Liquidators and the conduct of the winding up of the Company for the 12 months to 22 September 2017;
 - 1.2 A description of the acts and dealings that remain to be carried out in order to complete the winding up; and
 - 1.3 An estimate of when the Liquidations are likely to be finalised.

Glossary

2. A glossary of the defined terms used in this report appears at Schedule 1.

Disclaimer

3. This report is based on information sourced from the Company's books and documents and information provided to the Liquidators. The Liquidators have reviewed the books, documents and information and whilst limited independent verification of the information has been conducted, no audit has been undertaken.
4. The Liquidators have no reason to doubt the information contained in this report. The statements and opinions given in this report are given in good faith and in the belief that such statements and opinions are not false or misleading. The Liquidators reserve the right to alter any conclusions reached on the basis of any changed or additional information which may become available to them.
5. Neither the Liquidators, nor FTI Consulting, nor any employee thereof undertakes any responsibility in any way whatsoever to any person in respect of any errors in this report arising from incorrect information provided to the Liquidators.
6. This report is not for general circulation, publication, reproduction or any other use other than to assist the Creditors in evaluating their position as Creditors of the Company and must not be disclosed without the written approval of the Liquidators.
7. The Liquidators do not assume or accept any responsibility for any liability or loss sustained by any Creditor or any other party as a result of the circulation, publication, reproduction or any other use of the report.
8. Each Creditor must seek their own independent legal advice as to their rights and the options available to them with respect to the Liquidation of the Company.

Section 2: Background & Key Work Undertaken

Background

9. Mr Quentin Olde and Mr Michael Ryan of FTI Consulting were appointed as Joint and Several Administrators of the Company on 16 April 2013 by ANZ pursuant to Section 436C of the Act.
10. The appointment to the Companies was part of an appointment to six (6) other related entities as listed below.
 - Aldonet Pty Ltd (In Liquidation) ACN 069 830 977;
 - Batent Holdings Pty Ltd (In Liquidation) ACN 137 598 586;
 - BVH Management Pty Ltd (In Liquidation) ACN 137 598 577;
 - J&J O'Brien Pty Ltd (In Liquidation) ACN 001 872 966;
 - Kavia Holdings Pty Ltd (In Liquidation) ACN 050 108 757; and
 - Rocks Catering Pty Ltd (In Liquidation) ACN 003 510 656.
11. Immediately following the Administrators' appointment, Mr Marcus Ayres and Mr Stephen Parbery of PPB were appointed Receivers and Managers of the Company pursuant to the terms of a security interest registered against the Company in favour of ANZ. As a result of their appointment, the Receivers assumed full control of the Company's assets and trading operations. Following their appointment, the Company and the business continued to trade on a "business as usual" basis under the control of the Receivers.
12. On 23 September 2013, the Creditors of the Company resolved that:
 - 12.1 The Company be wound up; and
 - 12.2 That Mr Olde and Mr Ryan of FTI Consulting be appointed as the Liquidators of the Company.
13. On 1 October 2014, PPB advised the Liquidators that they retired as Receivers from the Company.

Key Work Undertaken During the Report Period

14. During the Report Period, the Liquidators have attended to the following matters for the Company:
 - 14.1 Convened and held a meeting of creditors for the Company;
 - 14.2 Corresponded with ASIC regarding Supplementary Reports;
 - 14.3 Prepare and submit Supplementary Reports to ASIC; and
 - 14.4 Required statutory reporting under the Act.

Section 3: Meeting of Creditors

15. On 9 August 2017, the Liquidators called for a meeting of creditors for the Company;
16. The purpose of the meeting was to provide:
 - 16.1 an account of the acts and dealings of the Liquidators and the conduct of the winding up of the Company;
 - 16.2 an estimate of when the Liquidation is likely to be finalised; and
 - 16.3 approval for the remuneration for costs that have been incurred in the winding up of the Company.

Section 4: Finalisation of Liquidations

17. In October 2016, ASIC advised that they did not intend to commence actions in relation to the following related companies:
 - Batent Holdings Pty Ltd (In Liquidation) ACN 137 598 586;
 - BVH Management Pty Ltd (In Liquidation) ACN 137 598 577;
 - J&J O'Brien Pty Ltd (In Liquidation) ACN 001 872 966;
 - Kavia Holdings Pty Ltd (In Liquidation) ACN 050 108 757; and
 - Rocks Catering Pty Ltd (In Liquidation) ACN 003 510 656.
18. On 20 September 2017, the Liquidators applied for deregistration of the abovementioned companies pursuant to section 601AB(2) of the Act and have finalised their role.

Section 5: Supplementary Section s533(2) Report

19. On 14 October 2016, ASIC wrote to the Liquidators requesting four (4) Supplementary Reports under section 533(2) of the Act for two companies within the Group. The reports requested are summarised as below:
 - 19.1 Mr Christopher Crawley as director of the Company;
 - 19.2 Ms Judith Crawley as director of the Company;
 - 19.3 Mr Christopher Crawley as director of Aldonet; and
 - 19.4 Ms Judith Crawley as director of Aldonet.
20. On 3 April 2017, the Liquidators wrote to ASIC recommending that supplementary reports would not substantially add to what had already been provided in the section 439A report to Creditors and the previous reports to ASIC;
21. ASIC subsequently wrote to the Liquidators and advised that the supplementary reports would be required and that relief from preparing the supplementary reports would not be granted;
22. The Liquidators sought AA Funding for the preparation of the supplementary reports and provided a summary of receipts and payments to ASIC;
23. ASIC rejected the application for AA Funding on the basis that the Liquidators held funds in the Company's liquidation bank account. The Liquidators noted that their WIP balance was in excess of available funds which had not been drawn but would be fully applied to fees once remuneration approval was received from creditors. ASIC advised the Liquidators to draw all funds in the liquidation bank account and re-apply for AA Funding;

24. The Liquidators convened and held a meeting on 25 August 2017 to provide an update to Creditors and obtain remuneration approval;
25. On 27 September 2017, the Liquidators re-submitted the application for AA Funding which included the receipts and payments that presented a nil balance in the liquidation bank account;
26. ASIC confirmed AA Funding advice on 30 October 2017 which was accepted by the Liquidators on 8 November 2017;
27. The Liquidators submitted the four Supplementary Reports on 13 November 2017; and
28. ASIC requested further information to be received in the first two (2) weeks of 2018.

Section 6: Estimated Return to Ordinary Unsecured Creditors

29. As advised previously, the Liquidators estimate that there will be no return to ordinary unsecured creditors.
30. Recoveries made by the Liquidators are not sufficient to enable a return to unsecured creditors. Furthermore, the Liquidators consider that no further recoveries are likely and intend to finalise the liquidation of the Company.

Section 7: Acts and Dealings to be Undertaken

31. Prior to the completion of the liquidation, the following administrative matters will be required to be undertaken for the Company:
 - 31.1 Liaise with ASIC regarding further information relating to the Supplementary Reports;
 - 31.2 Receive confirmation from ASIC that they do not intend further action; and
 - 31.3 Attend to all remaining statutory obligations.
32. Following the completion of the abovementioned work for the Company, we will be in a position to finalise the Liquidation.

Section 8: Estimated Timeframe for completion of the Liquidation

33. We intend to complete the liquidations of the Company immediately following confirmation by ASIC that they do not intend to commence further action. At this stage, this date is uncertain however, the Liquidators will seek to finalise the liquidation of the Company by 30 June 2018.

Section 9: Statutory Issues

Statutory Reporting

34. The Liquidators continue to comply with their ASIC and ATO statutory reporting obligations by lodging statements of receipts and payments with ASIC and business activity statements with the ATO.

Section 10: Receipts and Payments

35. A statement of receipts and payments for the Company during the Report Period is detailed at Schedule 2.

Section 11: Queries

36. Should you have any queries in relation to this report, please contact Jonathan Chee of this office on (02) 8247 8000 or jonathan.chee@fticonsulting.com.

Yours faithfully



Quentin Olde
Joint and Several Liquidator

s:\sydney\sydmatters\current\aldonet group\combined\9 - creditor meetings and communications\annual report\2017\Marsico Annual Report to Creditors - 2017.docx

Schedule 1: Glossary

Term	Definition
AA Funding	Assetless Administration Funding from ASIC
Act	Corporations Act 2001 (Cth)
Aldonet	Aldonet Pty Limited ACN 069 830 977
ANZ	Australian and New Zealand Bank
Appointment Date	Appointment of Liquidators on 23 September 2013
ASIC	Australian Securities and Investments Commission
ATO	Australian Taxation Office
Batent	Batent Holdings Pty Limited ACN 137 598 586
BVH	BVH Management Pty Limited ACN 137 598 577 (Trading as the Belvedere Hotel)
Companies	Aldonet Pty Limited and Marsico Holdings Pty Limited
Creditors	Creditors of the Companies who have a claim admissible to proof in the Liquidations of the Companies
Directors	Mr Christopher Crawley and Ms Judith Crawley
FTI Consulting	FTI Consulting (Australia) Pty Ltd
Group	Aldonet Pty Limited, Batent Holdings Pty Limited, BVH Management Pty Limited, J&J O'Brien Pty Limited, Marsico Holdings Pty Limited, Rocks Catering Pty Limited and Kavia Holdings Pty Ltd
J & J O'Brien	J&J O'Brien Pty Limited ACN 001 872 966 (formerly traded as the Marlborough Hotel)
Kavia	Kavia Holdings Pty Ltd ACN 050 108 757
Liquidators	Quentin James Olde and Michael Joseph Ryan of FTI Consulting
Marsico	Marsico Holdings Pty Limited ACN 003 678 608 (trading as Jacksons on George Hotel)
Other Group Entities	Batent Holdings Pty Limited, BVH Management Pty Limited, J&J O'Brien Pty Limited, Rocks Catering Pty Limited and Kavia Holdings Pty Ltd
Receivers or PPB	Marcus Ayres and Stephen Parbery of PPB Advisory
Report Period	The period from 23 September 2016 to 22 September 2017
Rocks Catering	Rocks Catering Pty Limited ACN 003 510 656 (trading as Watershed Hotel and Cohibar)
Supplementary Reports	Reports requested by ASIC pursuant to s533(2) of the Act

Schedule 2: Receipts and payments for the period 23 September 2016 to 22 September 2017

Marsico Holdings Pty Ltd (In Liquidation)
Receipts and Payments
For the period 23 September 2016 to 22 September 2017

	Amount \$
Receipts	
GST Refund	5,346.00
	5,346.00
Payments	
Appointee Fees	(49,003.02)
Legal Fees	(1,697.05)
Printing and Stationery	(501.54)
Appointee Disbursements	(388.37)
	(51,589.98)
Reconciliation as at 22 September 2017	
Opening Balance	46,243.98
Receipts	5,346.00
Payments	(51,589.98)
Closing Balance	0.00



Quentin Olde
+61 2 8247 8000
quentin.olde@fticonsulting.com

Jonathan Chee
+61 2 8247 8000
jonathan.chee@fticonsulting.com

About FTI Consulting

FTI Consulting is a global business advisory firm dedicated to helping organisations protect and enhance enterprise value in an increasingly complex legal, regulatory and economic environment. FTI Consulting professionals, who are located in all major business centers throughout the world, work closely with clients to anticipate, illuminate and overcome complex business challenges in areas such as investigations, litigation, mergers and acquisitions, regulatory issues, reputation management and restructuring.

www.fticonsulting.com

© 2013 FTI Consulting. All rights reserved

Liability limited by a scheme approved under Professional Standards Legislation