

Linc Energy Limited (In Liquidation) (“the Company”)

Frequently Asked Questions (FAQ) - Creditors

Notice: The following information seeks to provide answers to general queries from the Company's creditors. **This was last updated on 26 May 2016.**

If you require any further information or have any specific queries please contact the Brodie Tebbutt of our office on +61 2 8116 3148. Alternatively, email your query to btebbutt@ppbadvisory.com.

A1. Who is PPB Advisory?	<p>PPB Advisory is a leading professional advisory firm that employs approximately 350 people across Australia, New Zealand and Singapore.</p> <p>You can find out more at www.ppbadvisory.com.</p>
A2. What has happened to the Company?	<p>We advise that Stephen Longley, Grant Sparks and Martin Ford of PPB Advisory were appointed as joint and several Liquidators of the Company following a resolution passed at a meeting of the Company's creditors on 23 May 2016.</p> <p>This appointment follows our earlier appointment as joint and several Administrators of the Company pursuant to Section 436A of the <i>Corporations Act 2001</i> (Cth) (the Act).</p>
A3. What is the role of the Liquidators?	<p>The role of the Liquidators is to:</p> <ul style="list-style-type: none"> – collect, protect and realise the Company's assets – investigate and report to creditors about the Company's affairs – enquire into the failure of the Company and possible offences by people involved with the Company and report to Australian Securities and Investments Commission (ASIC) – after payment of costs of the liquidation, and subject to the rights of any secured creditors, distribute the proceeds of realisation in the order set out in the Act – apply for deregistration of the Company once the liquidation is completed. <p>We are otherwise empowered to administer the property and manage the Company's business and assets.</p> <p>ASIC provides further guidance on the Liquidation process for creditors at www.asic.gov.au.</p>

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A4. What was the outcome of the Voluntary Administration process?	<p>Upon our appointment, we assumed control of the Company’s business and assets.</p> <p>We continued to operate and trade the Company whilst we undertook a sale of business campaign and explored other opportunities to restructure the business.</p> <p>The campaign resulted in a number of indicative offers being received.</p> <p>The Liquidators are continuing discussions with key parties to determine the optimal sale structure.</p>
A5. How long will the Liquidation process take?	<p>At this stage we are unable to accurately estimate the duration of the Liquidation.</p> <p>This will ultimately be dependent upon a variety of factors including but not limited to the asset realisation process and the outcome of our further investigations.</p> <p>We intend to continue to keep all stakeholders periodically informed either by written communication and/or on our website at www.ppbadvisory.com.</p>
A6. What does this all mean for me?	<p>We are now in control of the Company’s business and assets. New controls and procedures have been implemented to assist with this process.</p> <p>Amounts outstanding to creditors incurred prior to our appointment or without our express authorisation will rank as unsecured claims against the Company.</p> <p>A copy of our First Report to Creditors providing for further details was issued on 18 April 2016 to all known creditors. A copy can also found on the PPB Advisory website www.ppbadvisory.com under the link to ‘Linc Energy Limited’ in the Creditor Information section.</p> <p>Please visit www.asic.gov.au for further guidance.</p>

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A7. Is the Company continuing to trade?	<p>We will continue to manage the Company’s assets on a ‘business as usual’ basis whilst options to realise its assets are being explored.</p> <p>We have imposed new controls and procedures in relation to:</p> <ul style="list-style-type: none"> - communications in the Company’s name - purchase orders for supplies - invoicing and finance. <p>Please refer to A6 above for further details.</p>
A8. I am a supplier/creditor to the Company and have not been paid.	<p>Any amounts owed to you by the Company as at 15 April 2016 will form part of your unsecured claim in the Liquidation.</p> <p>At this stage it is uncertain if any dividend will be paid to any class of creditors. Please refer to A10 below for further details.</p> <p>We have accordingly not called for creditors to submit claims. We will write to all known creditors should circumstances change.</p>
A9. What are the next steps?	<p>Our sale of business campaign during the Voluntary Administration period resulted in a number of indicative offers for the business and its assets being received.</p> <p>The Liquidators are continuing discussions with these key interested parties to determine the optimal sale structure.</p> <p>We intend to continue to keep all stakeholders periodically informed either by written communication and/or on our website at www.ppbadvisory.com.</p>
A10. What is the estimated rate of return for creditors?	<p>We presently cannot estimate the return or timing of a return to any class of creditors given the sale of the Company’s assets is still underway.</p>

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A11. What is the outcome of the recapitalisation/sale campaign?	<p>Our sale of business campaign during the Voluntary Administration period resulted in a number of indicative offers for the business and its assets being received.</p> <p>The Liquidators are continuing discussions with key parties, to determine the optimal sale structure.</p> <p>We intend to continue to keep all stakeholders periodically informed either by written communication and/or on our website at www.ppbadvisory.com.</p>
A12. What has happened to the Company’s directors?	<p>The powers of the Company’s Directors have been suspended.</p> <p>We will however, to the extent required, continue to work with the Company’s Directors in order to obtain information regarding the Company’s business and assets as well as its historical affairs.</p> <p>As part of our role we are required to investigate and comment on their conduct in our reporting to the Company’s creditors.</p>
A13. Are the Liquidators getting paid?	<p>The <i>Corporations Act 2001 (Cth)</i> recognises that the costs of the Liquidators take a priority before any other payments are made.</p> <p>Our fees for the Voluntary Administration period were approved following a resolution passed at a meeting of creditors on 23 May 2016.</p> <p>We have not sought any future fee approvals for the Liquidation of the Company. We will be required to obtain approval for our fees as Liquidators from creditors, the Committee of Inspection or the Court.</p> <p>We intend to continue to keep all stakeholders periodically informed either by written communication and/or on our website at www.ppbadvisory.com.</p>
A14. Where can I get a copy of the Report to Creditors or other public communications issued by the Liquidators?	<p>A copy of the Second Report to Creditors was issued on 13 May 2016 to all known creditors and employees.</p> <p>A copy of this report and other key communications issued to stakeholders can be found on the PPB Advisory website www.ppbadvisory.com under the link to ‘Linc Energy Limited’ in the Creditor Information section.</p> <p>There will also be updates posted to the SGX: www.sgx.com.</p>

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A15. All other queries	If you require any further information or have any specific queries please contact Brodie Tebbutt of our office on +61 2 8116 3148. Alternatively, email your query to btebbutt@ppbadvisory.com .
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