

HASTIE GROUP LIMITED AND SPECIFIC SUBSIDIARIES (ADMINISTRATORS APPOINTED) ('HASTIE GROUP')

Hastie Engineering Pty Limited (Formerly Hastie Mechanical Services Pty Ltd) (Administrators Appointed) (the 'Company') ACN 106 000 980

Status at appointment:	Trading / <u>Dormant</u> / Administrative
Date acquired by Hastie Group:	21 August 2003
Name changed	4 December 2011
Principal activity:	Previously held as a trading entity. We understand its operations were wound down prior to our appointment. There was a number of security interests registered over the Company at the date of our appointment which the underlying security claim could not be substantiated.
Location of operations:	n/a

Creditors should consider this Hastie Group company report in conjunction with the body of this report under the following headings:

1. Expected return to creditors
2. Reasons for the Company's failure
3. Offences, voidable transactions and insolvent trading
4. Directors' Report as to Affairs (RATA)
5. Summary of historical financial results

Creditors are also advised to have regard to sections 7 and 8 of the Report for details of directors, registered charges and shareholders, along with the discussion on books and records.

1. Expected return to creditors

No return is expected to creditors as the Company held no assets at the date of our appointment.

Subject to the outcome of potential litigation (if pursued), the return to certain creditor classes may increase (refer section 7 of the main report).

2. Reasons for the Company's failure

The Administrators' consider the principal reasons for the Company's failure are:

- the cessation of funding from a related company, Hastie Holdings Pty Ltd.

3. Offences, voidable transactions and insolvent trading

The Administrators' preliminary findings are detailed at Section 7 of the body of this report.

4. Directors' Report as to Affairs (RATA)

The directors have not supplied a RATA.

5. Summary of historical financial results

Management accounts had not been prepared for the Company at the date of our appointment. There are no known assets and the only known creditor is the Banking Syndicate (\$530m) pursuant to the collective bank guarantee.