

1. Declaration of Second Interim Distribution

On 19 August 2011, the Deed Administrators published a Notice of Intention to Declare a Dividend which notified all creditors of the ION DOCA Group that a second interim dividend would be declared on 5 September 2011 (**Notice of Intention**). The Notice of Intention required creditors who had not done so already, to lodge a proof of debt or claim with the Deed Administrators on or before 2 September 2011 (**Deadline**) to participate in the interim distribution.

A second interim distribution at the rate of 3 cents in the dollar is declared for the benefit of all creditors of the ION DOCA Group who lodged their proofs of debt or claim with the Deed Administrators on or before the Deadline and whose debts or claims are already admitted or are subsequently admitted (**Second Distribution Creditors**).

Proofs of debt lodged with the Deed Administrators after the Deadline will not be eligible to participate in the second interim distribution or the first interim distribution which was declared on 21 January 2011.

The second interim distribution will be paid as follows:

- a) by 21 September 2011 for those Second Distribution Creditors whose debts or claims are adjudicated and admitted by that date; and
- b) within 7 days of the date of admission for those Second Distribution Creditors whose debts or claims are not adjudicated and admitted by 21 September 2011, but are subsequently admitted by the Deed Administrators.

The Deed Administrators will update creditors in due course as to the likely timing of a further interim distribution once the process of adjudicating the shareholder claims is substantially complete.

2. Further Information

If you require further information in relation to the matters dealt with above, please refer to the ION website or contact the Deed Administrators at ionshareholder@mcgrathnicol.com or (03) 9038 3133.

ION Limited (Subject to Deed of Company Arrangement)



Colin Nicol and Peter Anderson
Deed Administrators