

D:\8-01-08\17-11-07\WIAN01-Circular to creditors-BL

To the creditor as addressed

20 August 2007

Dear Sir/Madam

Westpoint Management Ltd (Receivers and Managers Appointed) (In Liquidation)
ACN 074 148 431
("WML")

There were two incorrect statements in my Report to Creditors dated 20 June 2007. This circular addresses those inaccuracies.

In sub-section 3.1 of the Report, it was stated that the costs of the original action were awarded in WML's favour. The costs of the original action were not in fact awarded to WML, but were in fact referred back to the Referee for his consideration.

Sub-section 3.1 also says, "*the upside for WML is recovery of the \$755,000 paid into Court...*" These funds were not paid into Court, but were paid into an interest-bearing deposit account controlled by the Opponent CFAL's solicitors Hicksons, and that amount plus interest was not to be paid out until the determination of the appeal filed by the Claimant WML.

As an additional matter, by orders made in the Supreme Court of New South Wales on 21 August 2006 Handley JA awarded the costs of:

1. an attendance before the Court on 25 July 2006; and
 2. an application brought by WML to vary previous orders made by Registrar Schell,
- in favour of the Opponent CFAL. Those costs were subsequently paid by WML in November 2006.

The appeals were heard on 26 July 2007 and we anticipate receiving a decision shortly.

If you have any queries in relation to the Company, please contact Mr Bruce Land or Ms Melinda Kubank of my office.

Yours faithfully

Westpoint Management Ltd (Receivers and Managers Appointed) (In Liquidation)



Simon Read
Liquidator