

Creditors Statement
Tuesday, 9 August 2005

Tony McGrath
Colin Nicol
Scott Kershaw
Murray Smith
Joseph Hayes
Chris Honey
Douglas Potter
Mike Hill
Peter Anderson
Robyn McKern
Sam Davies
Shaun Fraser
John Cronin
Jamie Harris

To the Creditors of the Mercorella Scheme

Mr Colin Nicol, of McGrathNicol+Partners, has been appointed by the Federal Court of Australia as Receiver and Manager of the assets of Adelaide businessman, Mr Guiseppe "Joe" Antonio Mercorella, as well as an unlicensed Managed Investment Scheme run by Mr Mercorella.

Mr Nicol has also been appointed Liquidator of the Scheme. His appointments follow an application by the Australian Securities and Investment Commission (ASIC) in the Federal Court of Australia.

The immediate priority of the Receiver and Manager and Liquidator is to identify and secure all assets of Mr Mercorella, and the Scheme, for the benefit of creditors of the Scheme. An investigation into the whereabouts of the assets has already commenced.

The Receiver and Manager and Liquidator will be working closely with the ASIC and other authorities throughout the course of the investigation.

At this early stage it is difficult to predict what return to creditors will eventuate.

Anyone claiming to be a creditor of the Scheme, or a creditor of Mr Mercorella or any of his associated companies, is invited to phone 1800 287 860 to register their claims. Anyone with information that could assist the investigation is also asked to contact McGrathNicol+ Partners on the same number. Callers can remain anonymous if they wish.

Any creditor who wishes to forward documentation they have in relation to this matter, can send it to the address below. Further, creditors are invited to submit a Proof of Debt by completing the below form.

CONTACT

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Adelaide SA 5000
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www.mcgrathnicol.com.au