

18 October 2013

Receivers of Banksia Securities Limited (“BSL”) make third repayment to debenture holders today

Third repayment

The Receivers of BSL, McGrathNicol, and The Trust Company (Nominees) Limited as Trustee, today announced and paid a third interim repayment of 5 cents in the dollar to debenture holders, resulting in a total repayments to date of 70 cents in the dollar.

Overall repayment guidance currently unchanged

“There is currently no change to our overall repayment guidance of 80 to 85 cents in the dollar, meaning further distributions of 10 to 15 cents in the dollar are still expected”, Receiver Tony McGrath said.

Mr McGrath also noted that the timing and quantum of future repayments to BSL debenture holders was directly linked to the success of the Banksia Mortgage Fund (BMF) sale process currently underway, as well as further recoveries from the realisation of remaining impaired loans.

Update on other key matters

Also on 18 October 2013, the BSL Receivers released a brief receivership update to debenture holders, which addressed the following matters:

- + The performing loan book sale (and the release of funds held in escrow);
- + The BMF loan book sale process;
- + Impaired loan recoveries;
- + Investigations and public examinations;
- + The class action;
- + The debenture holder committee; and
- + Trustee fees.

The receivership update has today been posted to debenture holders. A copy of this update can be found on the McGrathNicol website www.mcgrathnicol.com

Media Contact:

Rebecca Piercy: 0422 916 422 / (02) 9552 4499