



4 November 2022

File Number: 32732

Matt Waterhouse
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To the shareholder

Candy Club Holdings Limited (Administrators Appointed) (the “Company”)
A.C.N. 629 598 778
A.B.N. 96 629 598 778

Ivan Glavas and I were appointed Voluntary Administrators of the Company on 25 October 2022.

The Voluntary Administration process gives priority to creditors over and above shareholders. Accordingly, we are not able to justify incurring costs providing regular updates to shareholders (verbal or written), as this will only result in increasing costs of the process and ultimately potentially reducing the return to creditors of the company.

We will only be issuing updates to shareholders as we deem appropriate, and enquiries from shareholders (written or verbal) will not be responded to.

Expressions of Interest

As you are aware, trading of the Company’s shares has been put on hold.

We are currently seeking expressions of interest to recapitalise the Company, which may be achieved through a Deed of Company Arrangement (“**DOCA**”). A DOCA is a binding arrangement between a company and its creditors setting out how the company’s affairs will be dealt with. A DOCA can be proposed by any party and, if accepted, will be administered by a Deed Administrator. A DOCA typically aims to:

- maximise a company’s chances of continuing, and/or
- provide a better return for creditors than an immediate winding up of the company (i.e. liquidation).

Further information about DOCAs is available on the Australian Securities and Investments Commission (ASIC) website.

An advertisement has been placed in the Australian Financial Review on 4 November 2022 seeking expressions of interest from any party who may be interested in recapitalising the Company through a DOCA. Interested parties should contact Matt Waterhouse via email at matt.waterhouse@worrells.net.au.

Yours faithfully



Matthew Jess
Voluntary Administrator

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