

3 June 2016

## MARKET ANNOUNCEMENT

### **SUBZERO GROUP LIMITED (Receivers and Managers Appointed) (Administrators Appointed) ACN 009 161 522**

On 11 February 2016, Philip Campbell-Wilson and Adam Nikitins of EY were appointed as Joint and Several Voluntary Administrators ("Administrators") to SubZero Group Limited and the subsidiary entities as listed below:

<b>Name</b>	<b>ACN</b>
SubZero Holdings Pty Limited	153 511 212
SubZero Labour Services Pty Limited	163 567 066
Harness Master Wiring Systems (NSW) Pty Limited	153 272 103
DMST Pty Limited	104 903 139
SF Auto Australia Pty Limited (trustee for Bro Built Group Unit Trust)	111 133 156
DPS Newco Pty Limited	153 511 445
Hydraulic Isolator & Safety Technology Pty Limited	158 542 244
SubZero Mining Services Limited (trustee for SubZero Mining Services Unit Trust)	133 463 439
SubZero Automotive Pty Limited	111 135 543
SubZero Line Boring Services Pty Limited (trustee for McTaggart Farrell Unit Trust)	097 757 036

The appointment of the Administrators was made concurrently with the appointment of Ryan Eagle and Morgan Kelly of Ferrier Hodgson as Receivers and Managers ("Receivers") of SubZero Group Limited and each of the subsidiary entities listed above ("SubZero Group Companies").

#### **Application to further extend convening period**

The convening period for the creditors meeting was initially extended by order of the Supreme Court of New South Wales to midnight 9 June 2016. Under this timetable, the second meetings of creditors for SubZero Group Companies are required to be held no later than 17 June 2016. At each of the second meetings of creditors of the SubZero Group Companies, creditors may resolve to:

- ▶ wind up the SubZero Group Company;
- ▶ approve the entry of the SubZero Group Company into a Deed of Company Arrangement ("DOCA"), if one is proposed; or
- ▶ end the voluntary administration and return the SubZero Group Company to the control of its directors (only applicable where the SubZero Group Company is solvent).

For reasons set out below, it is the intention of the Administrators to apply to the Supreme Court of New South Wales for orders further extending the convening periods for SubZero Group Companies to midnight on 9 September 2016:

- ▶ The Receivers remain in control of the business and assets of the SubZero Group companies and have conducted a sale of business campaign.
- ▶ The Administrators understand that the Receivers received 4 final offers for business.
- ▶ A Indicative DOCA proposal was submitted on 10 May 2016 for the consideration of the secured creditor, and various proposals were received up until 16 May 2016.
- ▶ Following a review of all offers and various DOCA proposals by the Receivers, the secured lenders approved a two week exclusivity period with an interested party to finalise their due diligence and exchange of contracts, with completion set at 31 July 2016.
- ▶ If a further extension to the convening periods is not obtained, the Receivers' ability to complete the sale prior to 31 July 2016 as a going concern may be impaired. The Administrators consider it to be in the interest of creditors for the Receivers' sale process to proceed without impediment, and for the Administrators to seek further orders extending the convening periods for the SubZero Group Companies to permit that process to occur.

Should you have enquires in your capacity as a creditor or shareholder of any of the above entities please phone 1300 912 776 or email [subzero@linkmarketservices.com.au](mailto:subzero@linkmarketservices.com.au)



Philip Campbell-Wilson  
Joint and Several Voluntary Administrator