

# Remuneration Report

## PALANDRI LIMITED

26 February – 3 May 2008

4 May – 11 July 2008

12 July – 12 September 2008

**PALANDRI GROUP  
(ADMINISTRATORS APPOINTED)**

**MEETING OF COMMITTEE OF CREDITORS OF  
PALANDRI LTD  
PALANDRI WINE PRODUCTION LTD  
PALANDRI WINES LTD  
PALANDRI INVESTMENT MANAGEMENT LTD  
MARGARET RIVER WINE INVESTMENT PTY LTD  
PALANDRI FINANCE LTD**

**26 MAY 2008**

**REMUNERATION REPORT – PALANDRI LIMITED**

This Remuneration Report should be read in conjunction with the information provided to committee members in this notice of meeting.

**1. Description of Work Completed from 26 February to 3 May 2008**

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
<b>Assets</b> <b>147.9 Hours</b> <b>\$ 46,087.00</b>	Assets subject to specific charges	Undertake stocktake of wine stocks and detailed analysis of wine values by premises and variety
	Sale of Business as a Going Concern	Marketing winery business for sale Communications with interested parties, including drafting and arranging execution of confidentiality agreements Preparation of information memorandum and data room Negotiations with preferred bidders and communications with secured creditors regarding progress of sale of business and estimated security position Internal meetings to discuss/review offers received Drafting, final negotiations, execution of contract of sale and commence completion of pre-conditions to contract
	Plant and Equipment	Reviewing asset listings and depreciation schedules Attending sites to identify company assets Engaging specialist valuers to provide valuations of the winery, wine stocks and plant and equipment and undertaking analysis of valuations
	Stock	Conducting stocktakes Reviewing stock values from specialist stock valuer Liaising with purchasers and interested parties
	Vineyard	Identifying all claims against Palandri Reserve vineyard and lease and sub leases in respect of managed investment schemes
	Other Assets	Assessing and taking control of other assets.
<b>Creditors</b> <b>161.5 Hours</b> <b>\$ 46,926.00</b>	Creditor Enquiries	Receive and follow up creditor enquiries via telephone regarding effect of appointment of Administrators, circulars to creditors and enquiries generally. Maintain creditor enquiry register Review and prepare correspondence to creditors and their representatives via facsimile, email and post.
	Creditors ledger / Informal Proofs of Debt	Receipt of Informal PODs. Maintain and update creditor name and address list. Maintain Informal POD register.
	Secured creditor reporting	Preparing reports to secured creditors and meeting with them to discuss report contents. Numerous discussions, correspondence and meetings with Keybridge Capital Limited and their advisors regarding their security position, Deed of Forbearance and reporting to them on the progress of the sale of business. Calculating estimated return to various secured creditors under various sale of business offers Discussions and correspondence with Cash Resources Australia regarding their wine stock security and identifying securities. Responding to secured creditors' queries.
	First extension of Convening period	Preparation of affidavit in support of application to extend convening period Preparing and distributing circular to creditors advising of extended convening period

	Committee of Creditors	Preparation of meeting notices and meetings generally Attendance at meetings at attend to preparation and lodgment of minutes of meetings Responding to committee members queries
	Creditor Circulars	Preparing and arranging mail out of all circulars to creditors Arranging for all circulars to creditors to be made available on the Deloitte website
	Dealing with proofs of debt	Receipting and filing POD's when not related to a dividend. Correspondence with creditors regarding POD's via telephone, e-mail, & post. Assessing POD's received for voting rights at meetings of creditors.
	Meeting of Creditors	Preparation of meeting notices, proxies and advertisements. Posting notice of meeting to all known creditors. Arranging and planning for meeting rooms and external meeting venue hire for second meeting of creditors. Preparation for, and attendance at, first meeting of creditors in offices in Perth, Sydney, Melbourne, Brisbane. Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, reports to creditors, advertisement of meeting and draft minutes of meeting. Collation of meeting records, attendance records, POD's received, Proxies received: delivered through post to Sydney by other offices. Respond to stakeholder queries and questions immediately prior to meeting. Preparation of minutes of meeting of creditors, lodging a copy with ASIC and arranging for copy to be uploaded to Deloitte website.
	Shareholder enquires	Responding to shareholder queries and correspondence
<b>Employees 0.4 Hours \$ 104.00</b>	Managing employees	Numerous discussions and attendances upon employees Calculating employee entitlements
<b>Investigation 56.4 Hours \$ 16,955.00</b>	Conducting investigation	Collection of company books and records. Review of company accounts, company secretarial files and capital raising documents Commencing investigations into potential recoveries available to a Liquidator, including breaches of directors duties, insolvent trading and antecedent transactions Preparation and maintenance of investigation file.
	Reporting on Investigations	Commence drafting of Administrators' report to creditors on the business, property, affairs and financial circumstances. Preparation of comparative financial statements and analysis of them.
<b>Administration 75.3 Hours \$ 13,763.50</b>	Document maintenance/file review/checklist	Weekly file assessment and file maintenance Filing of documents. Updating checklists reflecting tasks completed.
	Insurance	Continuing to liaise with insurance specialists regarding maintenance of appropriate insurance coverage. Correspondence with Willis regarding initial and ongoing insurance requirements. Correspondence with pre-appointment insurance brokers.
	Bank account administration	Dealing with bank regarding misallocations and incorrect transactions made by the bank. Requesting bank statements. Bank account reconciliations. Correspondence with bank regarding specific transfers.
	Planning / Review	Discussions regarding status of administration.
<b>Total \$123,835.50 (ex GST)</b>		



### **3. Disbursements**

Disbursements are divided into three types: A, B1, B2.

- A** disbursements are all externally provided professional services and are recovered at cost. An example of an A disbursement is legal fees.
- B1** disbursements are externally provided non-professional costs such as travel, accommodation and search fees. B1 disbursements are recovered at cost.
- B2** disbursements are internally provided non-professional costs such as room hire and document storage. B2 disbursements are charged at cost except for photocopying, telephones and faxes which are charged at 5% of standard time costs. This rate has been formulated to recoup both variable and fixed costs.

A schedule of disbursements charged during the period 26 February 2008 to 3 May 2008 will be provided to creditors at a subsequent meeting.

### **4. Statement of Remuneration Claim**

The following resolutions will be proposed to the forthcoming meeting:

*“That the remuneration of the Joint and Several Voluntary Administrators, their partners and staff, as calculated on a time basis in accordance with the hourly rates of Deloitte, as tabled at the meeting of creditors on 7 March 2008, for the period 26 February 2008 to 3 May 2008 be fixed and approved in the sum of \$123,835.50 plus GST”.*

I confirm that I have not received any previous approvals for my outstanding fees.

### **5. Queries**

Should committee members have any queries regarding the remuneration report, or any other aspect of the Voluntary Administration please contact Darren Lewis of this office on 03 9208 7876.

### **6. Information Sheet**

Creditors are referred to the information sheet attached to this report for further information regarding the approval of Insolvency Practitioners' remuneration.

Creditors should read the information sheet carefully.

Dated this 26<sup>th</sup> day of May 2008

**Gary Doran**  
Joint and Several Administrator

**PALANDRI GROUP  
(ADMINISTRATORS APPOINTED)**

**MEETING OF COMMITTEE OF CREDITORS OF  
PALANDRI LTD  
PALANDRI WINE PRODUCTION LTD  
PALANDRI WINES LTD  
PALANDRI INVESTMENT MANAGEMENT LTD  
MARGARET RIVER WINE INVESTMENT PTY LTD  
PALANDRI FINANCE LTD**

**31 JULY 2008**

**REMUNERATION REPORT – PALANDRI LIMITED**

This Remuneration Report should be read in conjunction with the information provided to committee members in this notice of meeting.

**1. Description of Work Completed from 4 May 2008 to 11 July 2008**

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
<b>Assets</b> <b>349.1 Hours</b> <b>\$ 81,959.00</b>	Assets subject to specific charges	Undertake stock take of wine stocks and detailed analysis of wine values by premises and variety
	Sale of Business as a Going Concern	Managing finalisation of sale of business matters
		Liaising with purchaser for transition of businesses
	Plant and Equipment	Reviewing asset listings and depreciation schedules
		Attending sites to identify company assets Liaising with specialist valuers regarding wine stocks and undertaking analysis of valuations
	Stock	Continued efforts to sell stock Occasional liquor license application Reconciliation of stock balances and control of stock quantities Discussions with financiers regarding acceptance of letter of credit for sale of stock Credit checks on wine stock purchases Conducting stock takes Reviewing stock values from specialist stock valuer Liaising with purchasers and interested parties
Vineyard	Identifying all claims against Palandri Reserve vineyard and lease and sub leases in respect of managed investment schemes	
Other Assets	Assessing and taking control of other assets.	
<b>Creditors</b> <b>209.1 Hours</b> <b>\$ 43,605.50</b>	Creditor Enquiries	Receive and follow up creditor enquiries via telephone regarding effect of appointment of Administrators, circulars to creditors and enquiries generally. Maintain creditor enquiry register  Review and prepare correspondence to creditors and their representatives via facsimile, email and post.
	Creditors ledger / Informal Proofs of Debt	Receipt of Informal PODs. Maintain and update creditor name and address list. Maintain Informal POD register.
	Secured creditor reporting	Preparing reports to secured creditors and meeting with them to discuss report contents. Processing payment to Cash Resources Australia and finalizing of security release Numerous discussions, correspondence and meetings with Keybridge Capital Limited and their advisors regarding their security position, Deed of Forbearance and reporting to them on the progress of the sale of business. Calculating estimated return to various secured creditors under various sale of wine stocks Discussions and correspondence with Cash Resources Australia regarding their wine stock security and identifying securities. Responding to secured creditors' queries.
	Extension of Convening period	Preparation of affidavit in support of application to extend convening period

		Preparing circular to creditors advising of extended convening period
	Committee of Creditors	Preparation of meeting notices and meetings generally Attendance at meetings at attend to preparation and lodgment of minutes of meetings Responding to committee members queries
	Creditor Circulars	Preparing and arranging mail out of all circulars to creditors Arranging for all circulars to creditors to be made available on the Deloitte website
	Dealing with proofs of debt	Receipting and filing POD's when not related to a dividend. Correspondence with creditors regarding POD's via telephone, e-mail, & post. Assessing POD's received for voting rights at meetings of creditors.
	Meeting of Creditors	Preparation of meeting notices Arranging and planning for meeting rooms and external meeting venue hire for second meeting of creditors Collation of meeting records, attendance records, POD's received, Proxies received: delivered through post to Sydney by other offices. Respond to stakeholder queries and questions immediately prior to meeting. Preparation of minutes of meeting of creditors, lodging a copy with ASIC and arranging for copy to be uploaded to Deloitte website.
	Shareholder enquires	Responding to shareholder queries and correspondence
<b>Employees 13.4 Hours \$ 2,710.00</b>	Managing employees	Numerous discussions and attendances upon employees Calculating employee entitlements
<b>Trade On 175 Hours \$42,436.00</b>	Trade on Management	Bank reconciliations, recording liabilities and processing payments Transfer sale Recording receipts and reconciling accounts receivable
<b>Investigation 76.6 Hours \$19,565.00</b>	Conducting investigation	Meetings with Chief Financial Officer to discuss carrying value of assets Meetings with Directors to discuss conduct with Palandri debtors Analysis of Palandri receivables and preparation of filenote regarding potential claim against the auditors Analysis of historical correspondence with debtors to determine collectibility Analysis of historical trading performance to determine date of insolvency Collection of company books and records Review of company accounts, company secretarial files and capital raising documents Commencing investigations into potential recoveries available to a Liquidator, including breaches of directors duties, insolvent trading and antecedent transactions Preparation and maintenance of investigation file.
	Reporting on Investigations	Commence drafting of Administrators' report to creditors on the business, property, affairs and financial circumstances. Preparation of comparative financial statements and analysis of them.
<b>Administration 248.4 Hours \$ 50,366.60</b>	Document maintenance/file review/checklist	Weekly file assessment and file maintenance Filing of documents. Updating checklists reflecting tasks completed.
	Insurance	Continuing to liaise with insurance specialists regarding maintenance of appropriate insurance coverage. Correspondence with Willis regarding initial and ongoing insurance requirements. Correspondence with pre-appointment insurance brokers.
	Bank account administration	Dealing with bank regarding misallocations and incorrect transactions made by the bank. Requesting bank statements. Bank account reconciliations. Correspondence with bank regarding specific transfers.
	Planning / Review	Discussions regarding status of administration.
<b>Total \$240,642.10 (ex GST)</b>		



### **3. Disbursements**

Disbursements are divided into three types: A, B1, B2.

- A** disbursements are all externally provided professional services and are recovered at cost. An example of an A disbursement is legal fees.
- B1** disbursements are externally provided non-professional costs such as travel, accommodation and search fees. B1 disbursements are recovered at cost.
- B2** disbursements are internally provided non-professional costs such as room hire and document storage. B2 disbursements are charged at cost except for photocopying, telephones and faxes which are charged at 5% of standard time costs. This rate has been formulated to recoup both variable and fixed costs.

A schedule of disbursements charged during the period 4 May 2008 to 11 July 2008 will be provided to creditors at a subsequent meeting.

### **4. Statement of Remuneration Claim**

The following resolutions will be proposed to the forthcoming meeting:

*“That the remuneration of the Joint and Several Voluntary Administrators, their partners and staff in respect of Palandri Limited 2008, as calculated on a time basis in accordance with the hourly rates of Deloitte, tabled at the meeting of creditors on 31 July 2008, for the period 4 May 2008 to 11 July 2008 be fixed and approved in the sum of \$240,642.10 plus GST”.*

I confirm that I have not received any previous approvals for my outstanding fees.

### **5. Queries**

Should committee members have any queries regarding the remuneration report, or any other aspect of the Voluntary Administration please contact Dermott McVeigh of this office on 08 9365 7180.

### **6. Information Sheet**

Creditors are referred to the information sheet attached to this report for further information regarding the approval of Insolvency Practitioners' remuneration.

Creditors should read the information sheet carefully.

Dated this 25<sup>th</sup> day of July 2008

**Neil Cussen**

Joint and Several Administrator

**PALANDRI GROUP  
(ADMINISTRATORS APPOINTED)**

**MEETING OF COMMITTEE OF CREDITORS OF  
PALANDRI LTD  
PALANDRI WINE PRODUCTION LTD  
PALANDRI WINES LTD  
PALANDRI INVESTMENT MANAGEMENT LTD  
MARGARET RIVER WINE INVESTMENT PTY LTD  
PALANDRI FINANCE LTD**

**3 OCTOBER 2008**

**REMUNERATION REPORT – PALANDRI LIMITED**

This Remuneration Report should be read in conjunction with the information provided to committee members in this notice of meeting.

**1. Description of Work Completed from 12 July 2008 to 12 September 2008**

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
<b>Assets</b> <b>74.4 Hours</b> <b>\$ 11,539.00</b>	Assets subject to specific charges	Undertake stock take of wine stocks and detailed analysis of wine values by premises and variety
	Plant and Equipment	Reviewing asset listings and depreciation schedules Liaising with specialist valuers regarding wine stocks and undertaking analysis of valuations
	Stock	Continued efforts to sell stock Occasional liquor license application Reconciliation of stock balances and control of stock quantities Discussions with financiers regarding acceptance of letter of credit for sale of stock Credit checks on wine stock purchases Conducting stock takes Reviewing stock values from specialist stock valuer Liaising with purchasers and interested parties
	Vineyard	Identifying all claims against Palandri Reserve vineyard and lease and sub leases in respect of managed investment schemes
<b>Creditors</b> <b>118.4 Hours</b> <b>\$ 18,244.00</b>	Creditor Enquiries	Receive and follow up creditor enquiries via telephone regarding effect of appointment of Administrators, circulars to creditors and enquiries generally. Maintain creditor enquiry register Review and prepare correspondence to creditors and their representatives via facsimile, email and post.
	Creditors ledger / Informal Proofs of Debt	Receipt of Informal PODs. Maintain and update creditor name and address list. Maintain Informal POD register.
	Secured creditor reporting	Preparing reports to secured creditors and meeting with them to discuss report contents. Processing payment to Cash Resources Australia and finalizing of security release Calculating estimated return to various secured creditors under various sale of wine stocks Discussions and correspondence with Cash Resources Australia regarding their wine stock security and identifying securities. Responding to secured creditors' queries.
	Extension of Convening period	Preparation of affidavit in support of application to extend convening period Preparing circular to creditors advising of extended convening period
	Committee of Creditors	Preparation of meeting notices and meetings generally Attendance at meetings to attend to preparation and lodgment of minutes of meetings Responding to committee members queries
	Creditor Circulars	Preparing and arranging mail out of all circulars to creditors Arranging for all circulars to creditors to be made available on the Deloitte website
	Dealing with proofs of debt	Receipting and filing POD's when not related to a dividend.

		Correspondence with creditors regarding POD's via telephone, e-mail, & post. Assessing POD's received for voting rights at meetings of creditors.
	Meeting of Creditors	Preparation of meeting notices Arranging and planning for meeting rooms and external meeting venue hire for second meeting of creditors Collation of meeting records, attendance records, POD's received, Proxies received: delivered through post to Sydney by other offices. Respond to stakeholder queries and questions immediately prior to meeting.  Preparation of minutes of meeting of creditors, lodging a copy with ASIC and arranging for copy to be uploaded to Deloitte website.
	Shareholder enquires	Responding to shareholder queries and correspondence
<b>Employees</b> <b>4.9 Hours</b> <b>\$ 625.00</b>	Managing employees	Numerous discussions and attendances upon employees  Updating IPS with employee details/records and providing employees with PAYG payment summaries
<b>Trade On</b> <b>34.0 Hours</b> <b>\$5247.00</b>	Trade on Management	Bank reconciliations, recording liabilities and processing payments Preparation of Business Activity Statements  Recording receipts and reconciling accounts receivable
<b>Investigation</b> <b>1.5 Hours</b> <b>\$390.00</b>	Conducting investigation	Working on affidavit to wind up schemes Preparation and maintenance of investigation file.
	Reporting on Investigations	Commence drafting of Administrators' report to creditors on the business, property, affairs and financial circumstances. Preparation of comparative financial statements and analysis of them.
<b>Administration</b> <b>64.3 Hours</b> <b>\$ 11,044.50</b>	Document maintenance/file review/checklist	Weekly file assessment and file maintenance Filing of documents. Updating checklists reflecting tasks completed.
	Insurance	Continuing to liaise with insurance specialists regarding maintenance of appropriate insurance coverage. Correspondence with Willis regarding initial and ongoing insurance requirements.
	Bank account administration	Dealing with bank regarding misallocations and incorrect transactions made by the bank. Requesting bank statements. Bank account reconciliations. Correspondence with bank regarding specific transfers.
	Planning / Review	Discussions regarding status of administration.
<b>Total \$166,146.90</b> <b>(ex GST)</b>		



### **3. Disbursements**

Disbursements are divided into three types: A, B1, B2.

- A** disbursements are all externally provided professional services and are recovered at cost. An example of an A disbursement is legal fees.
- B1** disbursements are externally provided non-professional costs such as travel, accommodation and search fees. B1 disbursements are recovered at cost.
- B2** disbursements are internally provided non-professional costs such as room hire and document storage. B2 disbursements are charged at cost except for photocopying, telephones and faxes which are charged at 5% of standard time costs. This rate has been formulated to recoup both variable and fixed costs.

A schedule of disbursements charged during the period 12 July 2008 to 12 September 2008 will be provided to creditors at a subsequent meeting.

### **4. Statement of Remuneration Claim**

The following resolutions will be proposed to the forthcoming meeting:

*“That the remuneration of the Joint and Several Voluntary Administrators, their partners and staff in respect of Palandri Limited 2008, as calculated on a time basis in accordance with the hourly rates of Deloitte, tabled at the meeting of creditors on 28 February 2008, for the period 12 July 2008 to 12 September 2008 be fixed and approved in the sum of \$166,146.90 plus GST”.*

I confirm that I have not received any previous approvals for my outstanding fees.

### **5. Queries**

Should committee members have any queries regarding the remuneration report, or any other aspect of the Voluntary Administration please contact Dermott McVeigh of this office on 08 9365 7180.

### **6. Information Sheet**

Creditors are referred to the information sheet attached to this report for further information regarding the approval of Insolvency Practitioners' remuneration.

Creditors should read the information sheet carefully.

Dated this 29<sup>th</sup> day of September 2008

**Neil Cussen**  
Joint and Several Administrator

# Remuneration Report

## PALANDRI WINE PRODUCTION LIMITED

26 February – 3 May 2008

4 May – 11 July 2008

12 July – 12 September 2008

**PALANDRI GROUP  
(ADMINISTRATORS APPOINTED)**

**MEETING OF COMMITTEE OF CREDITORS OF  
PALANDRI LTD  
PALANDRI WINE PRODUCTION LTD  
PALANDRI WINES LTD  
PALANDRI INVESTMENT MANAGEMENT LTD  
MARGARET RIVER WINE INVESTMENT PTY LTD  
PALANDRI FINANCE LTD**

**26 MAY 2008**

**REMUNERATION REPORT – PALANDRI WINE PRODUCTION LIMITED 2008**

This Remuneration Report should be read in conjunction with the information provided to committee members in this notice of meeting.

**1. Description of Work Completed from 26 February to 3 May 2008**

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
<b>Assets</b> <b>192.3 Hours</b> <b>\$ 61,471.00</b>	Assets subject to specific charges	Undertake stocktake of wine stocks and detailed analysis of wine values by premises and variety
	Sale of Business as a Going Concern	Marketing winery business for sale  Communications with interested parties, including drafting and arranging execution of confidentiality agreements Preparation of information memorandum and data room  Negotiations with preferred bidders and communications with secured creditors regarding progress of sale of business and estimated security position Internal meetings to discuss/review offers received  Drafting, final negotiations, execution of contract of sale and commence completion of pre-conditions to contract Preparation of all matters necessary to effect settlement
	Plant and Equipment	Reviewing asset listings and depreciation schedules  Attending sites to identify company assets  Engaging specialist valuers to provide valuations of the winery, wine stocks and plant and equipment and undertaking analysis of valuations
	Stock	Conducting stocktakes  Reviewing stock values from specialist stock valuer  Liaising with purchasers and interested parties
	Vineyard	Identifying all claims against Frankland River 2 vineyard and lease and sub leases in respect of managed investment schemes
	Other Assets	Assessing and taking control of other assets
<b>Creditors</b> <b>339.8 Hours</b> <b>\$ 97,703.50</b>	Creditor Enquiries	Receive and follow up creditor enquiries via telephone regarding effect of appointment of Administrators, circulars to creditors and enquiries generally Maintain creditor enquiry register  Review and prepare correspondence to creditors and their representatives via facsimile, email and post
	Creditors ledger / Informal Proofs of Debt	Receipt of Informal PODs  Maintain and update creditor name and address list  Maintain Informal POD register
	Secured creditor reporting	Preparing reports to secured creditors and meeting with them to discuss report contents  Numerous discussions, correspondence and meetings with Keybridge Capital Limited and their advisors regarding their security position, Deed of Forbearance and reporting to them on the progress of the sale of business Calculating estimated return to various secured creditors under various sale of business offers Responding to secured creditors' queries

	First extension of Convening period	Preparation of affidavit in support of application to extend convening period Preparing and distributing circular to creditors advising of extended convening period
	Committee of Creditors	Preparation of meeting notices and meetings generally Attendance at meetings at attend to preparation and lodgment of minutes of meetings Responding to committee members queries
	Creditor Circulars	Preparing and arranging mail out of all circulars to creditors Arranging for all circulars to creditors to be made available on the Deloitte website
	Dealing with proofs of debt	Receipting and filing POD's when not related to a dividend Correspondence with creditors regarding POD's via telephone, e-mail, & post Assessing POD's received for voting rights at meetings of creditors
	Meeting of Creditors	Preparation of meeting notices, proxies and advertisements Posting notice of meeting to all known creditors Arranging and planning for meeting rooms and external meeting venue hire for second meeting of creditors Preparation for, and attendance at, first meeting of creditors in offices in Perth, Sydney, Melbourne, Brisbane Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, reports to creditors, advertisement of meeting and draft minutes of meeting Collation of meeting records, attendance records, POD's received, Proxies received: delivered through post to Sydney by other offices Respond to stakeholder queries and questions immediately prior to meeting Preparation of minutes of meeting of creditors, lodging a copy with ASIC and arranging for copy to be uploaded to Deloitte website
	Shareholder enquires	Responding to shareholder queries and correspondence
<b>Employees 1.0 Hours \$ 260.00</b>	Managing employees	Numerous discussions and attendances upon employees Calculating employee entitlements
<b>Trade On 51.1 Hours \$17,429.00</b>	Trade on Management	Liaising with suppliers Liaising with management and staff Maintaining purchase order registry Opening post appointment utility accounts and ensuring correct split between pre and post appointment Liaising with lessors and owners of assets utilised during harvest to ensure support during harvest Numerous attendances on site Correspondence and discussions with Willis regarding trade-on insurance requirements Correspondence and discussions with OH&S consultant regarding workplace risks assessment and ESH compliance review Numerous discussions with trade on creditors regarding operation of administrators' accounts, purchase order approval process and settlement of trade on accounts Reviewing calculation of and authorising payment of statutory liabilities
	Processing receipts and payments	Entering receipts and payments into accounting system Managing transfers of funds with Bank including correcting various processing errors
<b>Investigation 85.1 Hours \$ 21,628.50</b>	Conducting investigation	Collection of company books and records Review of company accounts, company secretarial files and capital raising documents Commencing investigations into potential recoveries available to a Liquidator, including breaches of directors duties, insolvent trading and antecedent transactions Preparation and maintenance of investigation file
	Reporting on Investigations	Commence drafting of Administrators' report to creditors on the business, property, affairs and financial circumstances Preparation of comparative financial statements and analysis of them
<b>Administration 219.6 Hours \$ 45,479.00</b>	Document maintenance/file review/checklist	Weekly file assessment and file maintenance Filing of documents Updating checklists reflecting tasks completed
	Insurance	Continuing to liaise with insurance specialists regarding maintenance of appropriate insurance coverage Correspondence with Willis regarding initial and ongoing insurance requirements Correspondence with pre-appointment insurance brokers

	Bank account administration	Dealing with bank regarding misallocations and incorrect transactions made by the bank
		Requesting bank statements
		Bank account reconciliations
	Correspondence with bank regarding specific transfers	
	Planning / Review	Discussions regarding status of administration
<b>Total \$243,971.00 (ex GST)</b>		

## 2. Calculation of Remuneration from 26 February 2008 and 3 May 2008

Employee	Position	\$/hour (ex GST)	Total actual hours	Total (\$)		Assets		Creditors		Employees		Tradeon		Investigation		Dividend		Administration		
				Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours
Gary Doran	Partner 1	520	69.9	36,348.00	33.0	17,160.00	29.3	15,236.00	-	-	-	7.4	3,848.00	-	-	-	-	0.2	104.00	
Nell Cussen	Partner 1	520	50.9	26,468.00	-	-	31.7	16,484.00	-	-	-	7.9	4,108.00	8.9	4,628.00	-	-	2.4	1,248.00	
Tim Richards	Partner 1	520	0.9	468.00	-	-	-	-	-	-	-	-	-	0.9	468.00	-	-	-	-	
John Greg	Partner 1	520	0.4	208.00	-	-	-	-	0.4	208.00	-	-	-	-	-	-	-	-	-	
Anand, Andrew	Partner 1	520	0.2	104.00	0.2	104.00	-	-	-	-	-	-	-	-	-	-	-	-	-	
Gerard Mische	Partner 1	520	0.3	156.00	-	-	-	-	-	-	-	-	-	0.3	156.00	-	-	-	-	
Ivory Nicki	Partner 1	520	0.2	104.00	-	-	-	-	-	-	-	0.2	104.00	-	-	-	-	-	-	
Jason Tracy	Sr Manager 1	400	94.1	37,640.00	53.3	21,320.00	35.2	14,080.00	-	-	-	5.2	2,080.00	-	-	-	-	0.4	160.00	
Richard Adams	Sr Manager 1	400	7.5	3,000.00	-	-	7.5	3,000.00	-	-	-	-	-	-	-	-	-	-	-	
Dermot McVeigh	Manager 1	260	16.8	4,368.00	-	-	-	-	-	-	-	-	-	16.8	4,368.00	-	-	-	-	
Byron Savage	Manager 1	260	36.7	9,542.00	13.6	3,536.00	3.9	1,014.00	-	-	-	18.8	4,888.00	-	-	-	-	0.4	104.00	
John Silenaler	Manager 1	260	3.8	988.00	-	-	-	-	-	-	-	-	-	3.8	988.00	-	-	-	-	
Nicole Tarrigla	Manager 1	260	63.0	16,380.00	19.5	5,070.00	27.5	7,150.00	-	-	1.0	260.00	-	-	-	-	-	-	-	
Darren Lewis	Manager 1	260	88.9	23,114.00	0.7	182.00	60.6	15,756.00	-	-	-	-	-	15.0	3,900.00	-	-	27.6	7,176.00	
Glen Kanevsky	Manager 1	260	17.2	4,472.00	1.2	312.00	10.5	2,730.00	-	-	-	5.5	1,430.00	-	-	-	-	-	-	
Helen Joyce	Manager 1	260	89.8	23,348.00	-	-	4.8	1,248.00	-	-	-	1.2	312.00	-	-	-	-	83.8	21,788.00	
Andrew Jates	Manager 1	260	0.7	182.00	-	-	0.7	182.00	-	-	-	-	-	-	-	-	-	-	-	
Tony Wright	Manager 2	230	8.6	1,978.00	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Niall Walls	Sr Analyst	200	59.0	11,800.00	59.0	11,800.00	-	-	8.6	1,978.00	-	-	-	-	-	-	-	-	-	
Shan Sullivan	Sr Analyst 1	200	4.2	840.00	-	-	-	-	4.2	840.00	-	-	-	-	-	-	-	-	-	
Walter Nardon	Sr Analyst 1	200	6.4	1,280.00	-	-	-	-	-	-	-	-	-	-	-	-	-	6.4	1,280.00	
Nathana Yap	Sr Analyst 1	200	6.7	1,340.00	-	-	-	-	-	-	-	-	-	-	-	-	-	6.7	1,340.00	
Julia Maher	Sr Analyst 2	185	3.9	721.50	-	-	-	-	3.9	721.50	-	-	-	-	-	-	-	-	-	
Paul Rodpath	Sr Analyst 2	185	20.2	3,737.00	-	-	-	-	17.5	3,237.50	-	-	-	-	-	-	-	-	-	
Christina Selvanayagam	Sr Analyst 2	185	0.7	129.50	-	-	-	-	0.7	129.50	-	-	-	-	-	-	-	-	-	
Brett Letcoster	Sr Analyst 2	185	20.1	3,718.50	-	-	-	-	-	-	-	-	-	17.4	3,219.00	-	-	2.7	499.50	
Naralee Rantich	Sr Analyst 2	185	19.4	3,589.00	-	-	-	-	-	-	-	-	-	16.7	3,089.50	-	-	2.7	499.50	
Ben Crilly	Sr Analyst 2	185	6.2	1,147.00	6.2	1,147.00	-	-	-	-	-	-	-	-	-	-	-	-	-	
Naty Spowart	Sr Analyst 3	160	0.2	32.00	-	-	-	-	-	-	-	-	-	-	-	-	-	0.2	32.00	
William Tan	Sr Analyst 3	160	4.1	656.00	-	-	-	-	-	-	-	-	-	4.1	656.00	-	-	-	-	
Tanya George	Sr Analyst 3	160	2.6	416.00	-	-	-	-	1.2	192.00	-	-	-	-	-	-	-	1.4	224.00	
Ewan Stewart	Analyst 1	150	0.8	120.00	-	-	-	-	0.8	120.00	-	-	-	-	-	-	-	-	-	
Ryan De Franck	Analyst 1	150	1.1	165.00	-	-	-	-	-	-	-	1.1	165.00	-	-	-	-	-	-	
Jacqueline Homann	Analyst 1	150	0.4	60.00	-	-	-	-	0.4	60.00	-	-	-	-	-	-	-	-	-	
Andrea Tam	Analyst 1	150	5.2	780.00	-	-	-	-	3.5	525.00	-	-	-	-	-	-	-	1.7	255.00	
Sally Mellors	Analyst 1	150	18.4	2,760.00	0.8	120.00	11.2	1,680.00	-	-	-	-	-	-	-	-	-	6.4	960.00	
Amy Parbury	Analyst 1	150	14.6	2,190.00	-	-	-	-	14.6	2,190.00	-	-	-	-	-	-	-	-	-	
Viktor Zalums	Analyst 1	150	6.1	915.00	4.8	720.00	1.3	195.00	-	-	-	-	-	-	-	-	-	-	-	
Brett Edwards	Analyst 1	150	0.8	120.00	-	-	-	-	0.8	120.00	-	-	-	-	-	-	-	-	-	
Yee Tung Lee	Analyst 1	150	47.8	7,170.00	-	-	47.2	7,080.00	-	-	-	-	-	-	-	-	-	0.6	90.00	
Cathy Hsieh	Analyst 1	150	0.5	75.00	-	-	-	-	0.5	75.00	-	-	-	-	-	-	-	-	-	
Christopher Bergin	Analyst 1	150	0.6	90.00	-	-	-	-	-	-	-	-	-	-	-	-	-	0.6	90.00	
Lania Kaitman	Analyst 3	130	1.0	130.00	-	-	-	-	1.0	130.00	-	-	-	-	-	-	-	-	-	
Michelle Gibson	Analyst 3	130	4.4	572.00	-	-	-	-	3.4	442.00	-	-	3.3	429.00	-	-	-	1.1	143.00	
Brian O'Dea	Graduate	125	15.8	1,975.00	-	-	-	-	3.4	442.00	-	-	0.5	65.00	1.2	156.00	-	-	15.8	1,975.00
Madeline Paine	Graduate	125	0.6	75.00	-	-	-	-	0.6	75.00	-	-	-	-	-	-	-	-	-	
Bethany Down	Graduate	125	0.4	50.00	-	-	-	-	0.4	50.00	-	-	-	-	-	-	-	-	-	
Garrett James	Graduate	125	40.2	5,025.00	-	-	-	-	2.9	362.50	-	-	-	-	-	-	-	37.3	4,662.50	
Dejan Curovski	Graduate	125	15.8	1,975.00	-	-	-	-	-	-	-	-	-	-	-	-	-	15.8	1,975.00	
Andrew Burzynski	Graduate	125	0.2	25.00	-	-	-	-	0.5	62.50	-	-	-	-	-	-	-	0.2	25.00	
Geetha Nibhiananthan	Graduate	125	0.5	62.50	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Sumantha Butler	Support A	140	1.0	140.00	-	-	-	-	-	-	-	-	-	-	-	-	-	1.0	140.00	
Charlote Peel	Support A	140	3.6	504.00	-	-	-	-	2.5	350.00	-	-	-	-	-	-	-	1.1	154.00	
Carol Clark	Support A	140	0.3	42.00	-	-	-	-	-	-	-	-	-	-	-	-	-	0.3	42.00	
TOTAL				243,971.00	192.3	61,471.00	339.8	97,763.50	1.0	260.00	1.0	260.00	51.1	17,429.00	85.1	21,638.50	0.0	-	219.6	45,479.00
GST				24,397.10																
TOTAL (including GST)				268,368.10																
Average hourly rate									319.66		287.53	260.00	n/a		254.15		n/a			207.10

### 3. Disbursements

Disbursements are divided into three types: A, B1, B2.

- A** disbursements are all externally provided professional services and are recovered at cost. An example of an A disbursement is legal fees.
- B1** disbursements are externally provided non-professional costs such as travel, accommodation and search fees. B1 disbursements are recovered at cost.
- B2** disbursements are internally provided non-professional costs such as room hire and document storage. B2 disbursements are charged at cost except for photocopying, telephones and faxes which are charged at 5% of standard time costs. This rate has been formulated to recoup both variable and fixed costs.

A schedule of disbursements charged during the period 26 February 2008 to 3 May 2008 will be provided to creditors at a subsequent meeting.

### 4. Statement of Remuneration Claim

The following resolutions will be proposed to the forthcoming meeting:

*"That the remuneration of the Joint and Several Voluntary Administrators, their partners and staff, as calculated on a time basis in accordance with the hourly rates of Deloitte, as tabled at the meeting of creditors on 7 March 2008, for the period 26 February 2008 to 3 May 2008 be fixed and approved in the sum of \$243,971.00 plus GST".*

I confirm that I have not received any previous approvals for my outstanding fees.

### 5. Queries

Should committee members have any queries regarding the remuneration report, or any other aspect of the Voluntary Administration please contact Darren Lewis of this office on 03 9208 7876.

### 6. Information Sheet

Creditors are referred to the information sheet attached to this report for further information regarding the approval of Insolvency Practitioners' remuneration.

Creditors should read the information sheet carefully.

Dated this 26<sup>th</sup> day of May 2008



**Gary Doran**  
Joint and Several Administrator

**PALANDRI GROUP  
(ADMINISTRATORS APPOINTED)**

**MEETING OF COMMITTEE OF CREDITORS OF  
PALANDRI LTD  
PALANDRI WINE PRODUCTION LTD  
PALANDRI WINES LTD  
PALANDRI INVESTMENT MANAGEMENT LTD  
MARGARET RIVER WINE INVESTMENT PTY LTD  
PALANDRI FINANCE LTD**

**31 JULY 2008**

**REMUNERATION REPORT – PALANDRI WINE PRODUCTION LIMITED**

This Remuneration Report should be read in conjunction with the information provided to committee members in this notice of meeting.

**1. Description of Work Completed from 4 May 2008 to 11 July 2008**

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
<b>Assets</b> <b>273.4 Hours</b> <b>\$ 92,616.50</b>	Assets subject to specific charges	Undertake stock take of wine stocks and detailed analysis of wine values by premises and variety
	Sale of Business stock	Finalisation of sale agreements and post sale discussions with purchasers regarding transition and stock allocation issues Monitoring implementation of sale agreement and maintenance of vineyards by purchasers Discussion with purchasers regarding potential assignment of rights under sale agreement
	Plant and Equipment	Reviewing asset listings and depreciation schedules Attending sites to identify company assets Engaging specialist valuers to provide valuations of the winery, wine stocks and plant and equipment and undertaking analysis of valuations
	Stock	Continued efforts to sell stock Occasional liquor license applications Reconciliation of stock balances and control of stock quantities Discussions with financiers regarding acceptance of letter of credit for sale of stock Credit checks on wine stock purchasers Conducting stock takes Reviewing stock values from specialist stock valuer Liaising with purchasers and interested parties
	Vineyard	Identifying all claims against Frankland River 2 vineyard and lease and sub leases in respect of managed investment schemes
	Other Assets	Assessing and taking control of other assets.
<b>Creditors</b> <b>80 Hours</b> <b>\$ 23,254.00</b>	Creditor Enquiries	Receive and follow up creditor enquiries via telephone regarding effect of appointment of Administrators, circulars to creditors and enquiries generally. Maintain creditor enquiry register Review and prepare correspondence to creditors and their representatives via facsimile, email and post.
	Creditors ledger / Informal Proofs of Debt	Receipt of Informal PODs. Maintain and update creditor name and address list. Maintain Informal POD register.
	Secured creditor reporting	Preparing reports to secured creditors and meeting with them to discuss report contents. Numerous discussions, correspondence and meetings with Keybridge Capital Limited and their advisors regarding their security position, Deed of Forbearance and reporting to them on the progress of the sale of business. Calculating estimated return to various secured creditors under various sale of business offers

		Responding to secured creditors' queries.
	First extension of Convening period	Preparation of affidavit in support of application to extend convening period Preparing and distributing circular to creditors advising of extended convening period
	Committee of Creditors	Preparation of meeting notices and meetings generally Attendance at meetings at attend to preparation and lodgment of minutes of meetings Responding to committee members queries
	Creditor Circulars	Preparing and arranging mail out of all circulars to creditors Arranging for all circulars to creditors to be made available on the Deloitte website
	Dealing with proofs of debt	Receipting and filing POD's when not related to a dividend. Correspondence with creditors regarding POD's via telephone, e-mail, & post. Assessing POD's received for voting rights at meetings of creditors.
	Meeting of Creditors	Preparation of meeting notices, proxies and advertisements. Posting notice of meeting to all known creditors. Arranging and planning for meeting rooms and external meeting venue hire for second meeting of creditors. Preparation for, and attendance at, first meeting of creditors in offices in Perth, Sydney, Melbourne, Brisbane. Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, reports to creditors, advertisement of meeting and draft minutes of meeting. Collation of meeting records, attendance records, POD's received, Proxies received: delivered through post to Sydney by other offices. Respond to stakeholder queries and questions immediately prior to meeting. Preparation of minutes of meeting of creditors, lodging a copy with ASIC and arranging for copy to be uploaded to Deloitte website.
	Shareholder enquires	Responding to shareholder queries and correspondence
<b>Employees 6.5 Hours \$ 1,622.50</b>	Managing employees	Numerous discussions and attendances upon employees Calculating employee entitlements
<b>Trade On 122.6 Hours \$26,268.00</b>	Trade on Management	Liaising with suppliers Liaising with management and staff Maintaining purchase order registry Opening post appointment utility accounts and ensuring correct split between pre and post appointment Liaising with lessors and owners of assets utilised during harvest to ensure support during harvest Numerous attendances on site Correspondence and discussions with Willis regarding trade-on insurance requirements Correspondence and discussions with OH&S consultant regarding workplace risks assessment and ESH compliance review Numerous discussions with trade on creditors regarding operation of administrators' accounts, purchase order approval process and settlement of trade on accounts Reviewing calculation of and authorising payment of statutory liabilities
	Processing receipts and payments	Entering receipts and payments into accounting system Managing transfers of funds with Bank including correcting various processing errors
<b>Investigation 18.6 Hours \$ 6,976.00</b>	Conducting investigation	Collection of company books and records. Review of company accounts, company secretarial files and capital raising documents Commencing investigations into potential recoveries available to a Liquidator, including breaches of directors duties, insolvent trading and antecedent transactions Preparation and maintenance of investigation file.
	Reporting on Investigations	Commence drafting of Administrators' report to creditors on the business, property, affairs and financial circumstances. Preparation of comparative financial statements and analysis of them.
<b>Administration 85.1 Hours \$ 18,209.10</b>	Document maintenance/file review/checklist	Weekly file assessment and file maintenance Filing of documents. Updating checklists reflecting tasks completed.

	Insurance	Continuing to liaise with insurance specialists regarding maintenance of appropriate insurance coverage. Correspondence with Willis regarding initial and ongoing insurance requirements. Correspondence with pre-appointment insurance brokers.
	Bank account administration	Dealing with bank regarding misallocations and incorrect transactions made by the bank.
		Requesting bank statements.
		Bank account reconciliations.
	Correspondence with bank regarding specific transfers.	
	Planning / Review	Discussions regarding status of administration.
<b>Total \$ 168,946.10 (ex GST)</b>		

2. Calculation of Remuneration from 4 May 2008 and 11 July 2008

Employee	Position	\$/hour (ex GST)	Total actual hours	Total (\$)	Assets		Creditors		Employees		Trade on		Investigation		Dividend		Administration	
					Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$
Cussen, Neil	Partner 1	520	2.7	1,404.00	-	-	0.20	104.00	-	-	2.00	1,040.00	0.50	260.00	-	-	-	-
Doran, Gary	Partner 2	520	87.5	45,500.00	62.00	32,240.00	15.00	7,800.00	-	-	-	-	9.50	4,940.00	-	-	1.00	520.00
Mcveigh, Dermott	Senior Manager 1	400	6.0	2,400.00	6.00	2,400.00	-	-	-	-	-	-	-	-	-	-	-	-
Tracy, Jason	Senior Manager 2	400	96.2	38,480.00	70.20	28,080.00	21.70	8,680.00	-	-	4.30	1,720.00	-	-	-	-	-	-
Joyce, Helen	Manager 1	260	62.3	16,198.00	-	-	-	-	-	-	62.30	16,198.00	-	-	-	-	-	-
Lewis, Darren	Manager 1	260	75.3	19,578.00	44.40	11,544.00	4.20	1,092.00	-	-	-	-	-	-	-	-	26.70	6,942.00
Parragall, Nicole	Manager 1	260	40.5	10,530.00	11.00	2,860.00	-	-	6.00	1,560.00	-	-	4.00	1,040.00	-	-	19.50	5,070.00
Wright, Tony	Manager 2	260	0.5	130.00	-	-	-	-	-	-	-	-	-	-	-	-	-	-
George, Tuva	Senior Analyst 1	200	1.1	220.00	-	-	0.50	130.00	-	-	-	-	-	-	-	-	-	-
Sullivan, Sian	Senior Analyst 1	200	4.7	940.00	-	-	1.10	220.00	-	-	-	-	-	-	-	-	-	-
Wells, Niall	Senior Analyst 1	200	54.0	10,800.00	54.00	10,800.00	-	-	-	-	-	-	-	-	-	-	4.70	940.00
Crilly, Ben	Senior Analyst 2	185	19.3	3,570.50	19.30	3,570.50	-	-	-	-	-	-	-	-	-	-	-	-
Ravitch, Natalie	Senior Analyst 2	185	4.4	814.00	4.20	777.00	-	-	-	-	-	-	-	-	-	-	-	-
Bowyer, Ryan	Senior Analyst 3	160	24.5	3,920.00	-	-	-	-	-	-	16.00	2,560.00	2.80	448.00	-	-	0.20	37.00
Butler, Samantha	Senior Analyst 3	160	1.0	160.00	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Chen, Edwin	Senior Analyst 3	160	0.1	16.00	-	-	0.10	16.00	-	-	-	-	-	-	-	-	1.00	160.00
Jordan, Steven	Senior Analyst 3	160	0.3	48.00	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Lim, Wen	Senior Analyst 3	160	8.7	1,392.00	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Lee, Yee	Analyst 1	150	16.2	2,430.00	-	-	-	-	-	-	-	-	1.80	288.00	-	-	0.30	48.00
Nardon, Walter	Analyst 1	150	6.2	930.00	-	-	-	-	-	-	-	-	-	-	-	-	6.90	1,040.00
Hart, Lauren	Analyst 2	150	2.1	315.00	-	-	-	-	-	-	-	-	-	-	-	-	2.60	390.00
Hsieh, Cathy	Analyst 3	150	0.7	105.00	-	-	13.60	2,040.00	-	-	-	-	-	-	-	-	6.20	930.00
Mellors, Sally	Analyst 3	150	3.1	465.00	2.30	345.00	0.70	105.00	-	-	-	-	-	-	-	-	2.10	315.00
Clark, Carol	Support A	131	0.1	13.10	-	-	0.20	30.00	-	-	-	-	-	-	-	-	0.60	90.00
Gibson, Michelle	Graduate 2	125	1.0	125.00	-	-	1.00	125.00	-	-	-	-	-	-	-	-	0.10	13.10
Innes, Garrett	Graduate 2	125	57.0	7,125.00	-	-	16.00	2,000.00	0.50	62.50	38.00	4,750.00	-	-	-	-	2.50	312.50
Oakley, John	Graduate 2	125	0.2	25.00	-	-	-	-	-	-	-	-	-	-	-	-	0.20	25.00
Sovich, Paul	Graduate 2	125	10.5	1,312.50	-	-	-	-	-	-	-	-	-	-	-	-	10.50	1,312.50
TOTAL			586.2	168,946.10	273.4	92,616.50	80.0	23,254.00	6.5	1,622.50	122.6	26,268.00	18.6	6,976.00	-	-	85.1	18,209.10
GST				16,894.61														
TOTAL (including GST)				185,840.71														
Average hourly rate					338.76		290.68		249.62		214.26		375.05		n/a			213.97

### **3. Disbursements**

Disbursements are divided into three types: A, B1, B2.

- A** disbursements are all externally provided professional services and are recovered at cost. An example of an A disbursement is legal fees.
- B1** disbursements are externally provided non-professional costs such as travel, accommodation and search fees. B1 disbursements are recovered at cost.
- B2** disbursements are internally provided non-professional costs such as room hire and document storage. B2 disbursements are charged at cost except for photocopying, telephones and faxes which are charged at 5% of standard time costs. This rate has been formulated to recoup both variable and fixed costs.

A schedule of disbursements charged during the period 4 May 2008 to 11 July 2008 will be provided to creditors at a subsequent meeting.

### **4. Statement of Remuneration Claim**

The following resolutions will be proposed to the forthcoming meeting:

*“That the remuneration of the Joint and Several Voluntary Administrators, their partners and staff in respect of Palandri Wine Production Limited 2008, as calculated on a time basis in accordance with the hourly rates of Deloitte, tabled at the meeting of creditors on 31 July 2008, for the period 4 May 2008 to 11 July 2008 be fixed and approved in the sum of \$168,946.10 plus GST”.*

I confirm that I have not received any previous approvals for my outstanding fees.

### **5. Queries**

Should committee members have any queries regarding the remuneration report, or any other aspect of the Voluntary Administration please contact Dermott McVeigh of this office on 08 9365 7180.

### **6. Information Sheet**

Creditors are referred to the information sheet attached to this report for further information regarding the approval of Insolvency Practitioners' remuneration.

Creditors should read the information sheet carefully.

Dated this 25<sup>th</sup> day of July 2008

**Neil Cussen**  
Joint and Several Administrator

**PALANDRI GROUP  
(ADMINISTRATORS APPOINTED)**

**MEETING OF COMMITTEE OF CREDITORS OF  
PALANDRI LTD  
PALANDRI WINE PRODUCTION LTD  
PALANDRI WINES LTD  
PALANDRI INVESTMENT MANAGEMENT LTD  
MARGARET RIVER WINE INVESTMENT PTY LTD  
PALANDRI FINANCE LTD**

**3 OCTOBER 2008**

**REMUNERATION REPORT – PALANDRI WINE PRODUCTION LIMITED**

This Remuneration Report should be read in conjunction with the information provided to committee members in this notice of meeting.

**1. Description of Work Completed from 12 July 2008 to 12 September 2008**

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
<b>Assets</b> <b>10 Hours</b> <b>\$ 4,270.00</b>	Assets subject to specific charges	Undertake stock take of wine stocks and detailed analysis of wine values by premises and variety
	Sale of Business stock	Finalisation of sale agreements and post sale discussions with purchasers regarding transition and stock allocation issues Monitoring implementation of sale agreement and maintenance of vineyards by purchasers Discussion with purchasers regarding potential assignment of rights under sale agreement
	Stock	Continued efforts to sell stock Occasional liquor license applications Reconciliation of stock balances and control of stock quantities Discussions with financiers regarding acceptance of letter of credit for sale of stock Credit checks on wine stock purchasers Conducting stock takes Reviewing stock values from specialist stock valuer Liaising with purchasers and interested parties
	Other Assets	Assessing and taking control of other assets.
<b>Creditors</b> <b>63.3 Hours</b> <b>\$ 12,525.00</b>	Creditor Enquiries	Receive and follow up creditor enquiries via telephone regarding effect of appointment of Administrators, circulars to creditors and enquiries generally. Maintain creditor enquiry register Review and prepare correspondence to creditors and their representatives via facsimile, email and post.
	Creditors ledger / Informal Proofs of Debt	Receipt of Informal PODs. Maintain and update creditor name and address list. Maintain Informal POD register.
	Secured creditor reporting	Preparing reports to secured creditors and meeting with them to discuss report contents. Numerous discussions, correspondence and meetings with Keybridge Capital Limited and their advisors regarding their security position, Deed of Forbearance and reporting to them on the progress of the sale of business. Calculating estimated return to various secured creditors under various sale of business offers Responding to secured creditors' queries.
	First extension of Convening period	Preparation of affidavit in support of application to extend convening period Preparing and distributing circular to creditors advising of extended convening period
	Committee of Creditors	Preparation of meeting notices and meetings generally Attendance at meetings at attend to preparation and lodgment of minutes of meetings

		Responding to committee members queries
	Creditor Circulars	Preparing and arranging mail out of all circulars to creditors Arranging for all circulars to creditors to be made available on the Deloitte website
	Dealing with proofs of debt	Receipting and filing POD's when not related to a dividend. Correspondence with creditors regarding POD's via telephone, e-mail, & post. Assessing POD's received for voting rights at meetings of creditors.
	Meeting of Creditors	Preparation of meeting notices, proxies and advertisements. Posting notice of meeting to all known creditors. Arranging and planning for meeting rooms and external meeting venue hire for second meeting of creditors. Preparation for, and attendance at, first meeting of creditors in offices in Perth, Sydney, Melbourne, Brisbane. Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, reports to creditors, advertisement of meeting and draft minutes of meeting. Collation of meeting records, attendance records, POD's received. Respond to stakeholder queries and questions. Preparation of minutes of meeting of creditors, lodging a copy with ASIC and arranging for copy to be uploaded to Deloitte website.
	Shareholder enquires	Responding to shareholder queries and correspondence
<b>Employees 3.0 Hours \$ 422.50</b>	Managing employees	Calculation and preparation of cheques for employees superannuation Calculating employee entitlements
<b>Trade On 35.6 Hours \$ 5,327.50</b>	Trade on Management	Liaising with suppliers Liaising with management and staff Maintaining purchase order registry Ensuring correct split between pre and post appointment accounts Numerous attendances on site Correspondence and discussions with Willis regarding trade-on insurance requirements Numerous discussions with trade on creditors regarding operation of administrators' accounts, purchase order approval process and settlement of trade on accounts Reviewing calculation of and authorising payment of statutory liabilities
	Processing receipts and payments	Entering receipts and payments into accounting system and reconciling accounts Managing transfers of funds with Bank including correcting various processing errors
<b>Investigation 7.0 Hours \$ 3,640.00</b>	Conducting investigation	Investigation and research into the winding up of the managed investment schemes Commencing investigations into potential recoveries available to a Liquidator, including breaches of directors duties, insolvent trading and antecedent transactions Preparation and maintenance of investigation file.
	Reporting on Investigations	Commence drafting of Administrators' report to creditors on the business, property, affairs and financial circumstances. Preparation of comparative financial statements and analysis of them.
<b>Administration 38.0 Hours \$ 8,851.00</b>	Document maintenance/file review/checklist	Weekly file assessment and file maintenance Filing of documents. Updating checklists reflecting tasks completed.
	Insurance	Continuing to liaise with insurance specialists regarding maintenance of appropriate insurance coverage. Correspondence with Willis regarding initial and ongoing insurance requirements.
	Bank account administration	Dealing with bank regarding misallocations and incorrect transactions made by the bank. Requesting bank statements. Bank account reconciliations. Correspondence with bank regarding specific transfers.
	Planning / Review	Discussions regarding status of administration.
<b>Total \$ 35,441.00 (ex GST)</b>		

2. Calculation of Remuneration from 12 July 2008 to 12 September 2008

Employee	Position	S/Hour (ex GST)	Total Actual Hours	Total (\$)	Assets		Creditors		Employees		Trade On		Investigation		Dividend		Administration			
					Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$
Cusson, Neil	Partner 1	520	3.3	1,716.0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Doran, Gary	Partner 1	520	11.5	5,980.0	5.00	2,600.00	2.30	1,196.00	-	-	-	-	1.00	520.00	-	-	-	-	-	
Meveigh, Dermott	Senior Manager 1	400	16.8	6,720.0	2.80	1,120.00	0.50	260.00	-	-	-	-	6.00	3,120.00	-	-	-	-	-	
Tracy, Jason	Senior Manager 2	400	1.7	680.0	-	-	7.50	3,000.00	-	-	-	-	-	-	-	-	-	6.50	2,600.00	
Joyce, Helen	Manager 1	260	6.5	1,690.0	-	-	1.70	680.00	-	-	-	6.50	1,690.00	-	-	-	-	-	-	
Lewis, Darren	Manager 1	260	2.0	520.0	2.00	520.00	-	-	-	-	-	-	-	-	-	-	-	-	-	
Tartaglia, Nicole	Manager 1	260	0.5	130.0	-	-	-	-	0.50	130.00	-	-	-	-	-	-	-	-	-	
Ravlich, Natalie	Manager 3	260	15.7	4,082.0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Bowyer, Ryan	Senior Analyst 3	160	24.0	3,840.0	-	-	24.00	3,840.00	-	-	-	-	-	-	-	-	-	15.70	4,082.00	
Lim, Wan	Senior Analyst 3	160	4.0	640.0	-	-	-	-	-	-	-	-	-	-	-	-	-	4.00	640.00	
Hutton, Jo	Analyst 1	150	0.9	135.0	-	-	-	-	-	-	-	-	-	-	-	-	-	0.90	135.00	
Mellors, Sally	Analyst 1	150	0.2	30.0	0.20	30.00	-	-	-	-	-	-	-	-	-	-	-	-	-	
Hart, Lauren	Analyst 2	130	0.3	104.0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Harris, Catherine	Support A	130	32.8	4,264.0	-	-	27.30	3,549.00	-	-	-	-	-	-	-	-	-	0.80	104.00	
Innes, Carreth	Graduate 2	125	36.2	4,525.0	-	-	-	-	2.50	312.50	29.10	3,637.50	-	-	-	-	-	5.50	715.00	
O'Rourke, Sean	Vacationer	110	3.5	385.0	-	-	3.50	385.00	-	-	-	-	-	-	-	-	-	4.60	575.00	
TOTAL			156.9	35,441.00	10.00	4,270.00	66.80	12,910.00	3.00	447.50	35.60	5,327.50	7.00	3,640.00	-	-	-	38.00	8,851.00	
GST				3,544.10																
TOTAL (including GST)				38,985.10																
Average hourly rate						427.00		193.26		147.50		149.65		520.00					232.92	

### **3. Disbursements**

Disbursements are divided into three types: A, B1, B2.

- A** disbursements are all externally provided professional services and are recovered at cost. An example of an A disbursement is legal fees.
- B1** disbursements are externally provided non-professional costs such as travel, accommodation and search fees. B1 disbursements are recovered at cost.
- B2** disbursements are internally provided non-professional costs such as room hire and document storage. B2 disbursements are charged at cost except for photocopying, telephones and faxes which are charged at 5% of standard time costs. This rate has been formulated to recoup both variable and fixed costs.

A schedule of disbursements charged during the period 12 July 2008 to 12 September 2008 will be provided to creditors at a subsequent meeting.

### **4. Statement of Remuneration Claim**

The following resolutions will be proposed to the forthcoming meeting:

*“That the remuneration of the Joint and Several Voluntary Administrators, their partners and staff in respect of Palandri Wine Production Limited 2008, as calculated on a time basis in accordance with the hourly rates of Deloitte, tabled at the meeting of creditors on 28 February 2008, for the period 12 July 2008 to 12 September 2008 be fixed and approved in the sum of \$35,441.00 plus GST”.*

I confirm that I have not received any previous approvals for my outstanding fees.

### **5. Queries**

Should committee members have any queries regarding the remuneration report, or any other aspect of the Voluntary Administration please contact Dermott McVeigh of this office on 08 9365 7180.

### **6. Information Sheet**

Creditors are referred to the information sheet attached to this report for further information regarding the approval of Insolvency Practitioners' remuneration.

Creditors should read the information sheet carefully.

Dated this 29<sup>th</sup> day of September 2008

**Neil Cussen**  
Joint and Several Administrator

# Remuneration Report

## PALANDRI WINES LIMITED

26 February – 3 May 2008

4 May – 11 July 2008

12 July – 12 September 2008

**PALANDRI GROUP  
(ADMINISTRATORS APPOINTED)**

**MEETING OF COMMITTEE OF CREDITORS OF  
PALANDRI LTD  
PALANDRI WINE PRODUCTION LTD  
PALANDRI WINES LTD  
PALANDRI INVESTMENT MANAGEMENT LTD  
MARGARET RIVER WINE INVESTMENT PTY LTD  
PALANDRI FINANCE LTD**

**26 MAY 2008**

**REMUNERATION REPORT – PALANDRI WINES LIMITED**

This Remuneration Report should be read in conjunction with the information provided to committee members in this notice of meeting.

**1. Description of Work Completed from 26 February to 3 May 2008**

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
<b>Assets</b> <b>444.8 Hours</b> <b>\$ 130,709.00</b>	Assets subject to specific charges	Numerous discussions, correspondence and meetings with Keybridge Capital Limited and their advisors regarding their security position, Deed of Forbearance and reporting to them on the progress of the sale of business Discussions and correspondence with Bibby Financial Services Australia Pty Ltd regarding their debtor invoice discounting facility and security position and identifying secured debtors Reviewing and assessing debtors ledgers of Margaret River wine Business Trust and Palandri America Wine Business Discussions and correspondence with Queensland Public Trustee regarding wine stocks securing Wine Bonds Identifying all claims against Harvey and Cookernup vineyards and lease and sub leases in respect of managed investment schemes Correspondence and discussions with mortgagees over Harvey and Cookernup vineyards
	Sale of Business as a Going Concern	Marketing winery business for sale Communications with interested parties, including drafting and arranging execution of confidentiality agreements Preparation of information memorandum and data room Negotiations with preferred bidders and communications with secured creditors regarding progress of sale of business and estimated security position Internal meetings to discuss/review offers received Drafting, final negotiations, execution of contract of sale and commence completion of pre-conditions to contract
	Plant and Equipment	Reviewing asset listings and depreciation schedules Attending company sites to identify company assets Engaging specialist valuers to provide valuations of the winery, wine stocks and plant and equipment and undertaking analysis of valuations
	Melbourne and Sydney Offices	Taking control of offices. Arranging for valuation of office equipment Reviewing leasing documents Liaising with owners/lessors Tasks associated with disclaiming leases
	Stock	Undertake stocktake of wine stocks and detailed analysis of wine values by premises and variety Correspondence and discussions with warehousing provider in the US regarding stock holdings Reviewing stock values Liaising with purchasers
	Other Assets	Assessing and taking control of other assets

<b>Creditors</b> <b>736.5 Hours</b> <b>\$ 171,738.50</b>	Creditor Enquiries	<p>Receive and follow up creditor enquiries via telephone regarding circulars to creditors and enquiries generally</p> <p>Maintain creditor enquiry register</p> <p>Review and prepare correspondence to creditors and their representatives via facsimile, email and post.</p>
	Creditors ledger / Informal Proofs of Debt	<p>Receipt of Informal PODs</p> <p>Maintain and update creditor name and address list.</p> <p>Maintain Informal POD register</p>
	Secured creditor reporting	<p>Preparing reports to secured creditors and meeting with them to discuss report contents</p> <p>Responding to secured creditors' queries</p>
	Committee of Creditors	<p>Preparation of meeting notices and meetings generally</p> <p>Attendance at meetings at attend to preparation and lodgment of minutes of meetings</p> <p>Responding to committee members queries</p>
	Creditor Circulars	<p>Preparing and arranging mail out of all circulars to creditors</p> <p>Arranging for all circulars to creditors to be made available on the Deloitte website</p>
	Dealing with proofs of debt	<p>Receipting and filing POD's when not related to a dividend</p> <p>Correspondence with creditors regarding POD's via telephone, e-mail, &amp; post</p> <p>Assessing POD's received for voting rights at meetings of creditors</p>
	Meeting of Creditors	<p>Preparation meeting notices, proxies and advertisements</p> <p>Posting notice of meeting to all known creditors</p> <p>Arranging and planning for meeting rooms and external meeting venue hire for second meeting of creditors</p> <p>Preparation for, and attendance at, meeting of creditors in offices in Perth, Sydney, Melbourne, Brisbane</p> <p>Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, reports to creditors, advertisement of meeting and draft minutes of meeting</p> <p>Collation of meeting records, attendance records, POD's received, Proxies received: delivered through post to Sydney by other offices</p> <p>Respond to stakeholder queries and questions immediately prior to meeting</p>
	Shareholder enquires	<p>Responding to shareholder queries and correspondence</p>
<b>Employees</b> <b>4.4 Hours</b> <b>\$ 1,144.00</b>	Managing employees	<p>Numerous discussions and attendances upon employees</p> <p>Calculating employee entitlements</p>
<b>Investigation</b> <b>218.2 Hours</b> <b>\$ 61,512.50</b>	Conducting investigation	<p>Collection of company books and records</p> <p>Review of company accounts, company and secretarial files</p> <p>Commencing investigations into schemes, identifying scheme members, rights to vine sub-leases, reviewing vineyard maps and outstanding amounts owing</p> <p>Commencing investigations into potential recoveries available to a Liquidator, including breaches of directors duties, insolvent trading and antecedent transactions</p> <p>Preparation and maintenance of investigation file</p>
	Reporting on Investigations	<p>Commence drafting of Administrators' report to creditors on the business, property, affairs and financial circumstances</p> <p>Preparation of comparative financial statements and analysis of them</p>
<b>Administration</b> <b>283.7 Hours</b> <b>\$ 53,786.50</b>	Document maintenance/file review/checklist	<p>Weekly file assessment and file maintenance</p> <p>Filing of documents</p> <p>Updating checklists reflecting tasks completed</p>
	Insurance	<p>Continuing to liaise with insurance specialists regarding maintenance of appropriate insurance coverage</p> <p>Correspondence with Willis regarding initial and ongoing insurance requirements</p> <p>Correspondence with pre-appointment insurance brokers</p>
	Bank account administration	<p>Dealing with bank regarding misallocations and incorrect transactions made by the bank</p> <p>Requesting bank statements</p> <p>Bank account reconciliations</p> <p>Correspondence with bank regarding specific transfers</p>
	Planning / Review	<p>Discussions regarding status of administration</p>
<b>Total \$418,890.50</b> <b>(ex GST)</b>		



### 3. Disbursements

Disbursements are divided into three types: A, B1, B2.

- A** disbursements are all externally provided professional services and are recovered at cost. An example of an A disbursement is legal fees.
- B1** disbursements are externally provided non-professional costs such as travel, accommodation and search fees. B1 disbursements are recovered at cost.
- B2** disbursements are internally provided non-professional costs such as room hire and document storage. B2 disbursements are charged at cost except for photocopying, telephones and faxes which are charged at 5% of standard time costs. This rate has been formulated to recoup both variable and fixed costs.

A schedule of disbursements charged during the period 26 February 2008 to 3 May 2008 will be provided to creditors at a subsequent meeting.

### 4. Statement of Remuneration Claim

The following resolutions will be proposed to the forthcoming meeting:

*“That the remuneration of the Joint and Several Voluntary Administrators, their partners and staff, as calculated on a time basis in accordance with the hourly rates of Deloitte, as tabled at the meeting of creditors on 7 March 2008, for the period 26 February 2008 to 3 May 2008 be fixed and approved in the sum of \$418,890.00 plus GST”.*

I confirm that I have not received any previous approvals for my outstanding fees.

### 5. Queries

Should committee members have any queries regarding the remuneration report, or any other aspect of the Voluntary Administration please contact Darren Lewis of this office on 03 9208 7876.

### 6. Information Sheet

Creditors are referred to the information sheet attached to this report for further information regarding the approval of Insolvency Practitioners' remuneration. Creditors should read the information sheet carefully.

Dated this 26<sup>th</sup> day of May 2008



**Gary Doran**  
Joint and Several Administrator

**PALANDRI GROUP  
(ADMINISTRATORS APPOINTED)**

**MEETING OF COMMITTEE OF CREDITORS OF  
PALANDRI LTD  
PALANDRI WINE PRODUCTION LTD  
PALANDRI WINES LTD  
PALANDRI INVESTMENT MANAGEMENT LTD  
MARGARET RIVER WINE INVESTMENT PTY LTD  
PALANDRI FINANCE LTD**

**31 JULY 2008**

**REMUNERATION REPORT – PALANDRI WINES LIMITED**

This Remuneration Report should be read in conjunction with the information provided to committee members in this notice of meeting.

**1. Description of Work Completed from 4 May 2008 to 11 July 2008**

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
<b>Assets</b> <b>375.6 Hours</b> <b>\$110,512.50</b>	Assets subject to specific charges	<p>Numerous discussions, correspondence and meetings with Keybridge Capital Limited and their advisors regarding their security position, Deed of Forbearance and reporting to them on the progress of the sale of business.</p> <p>Discussions and correspondence with Bibby Financial Services Australia Pty Ltd regarding their debtor invoice discounting facility and security position and identifying secured debtors.</p> <p>Reviewing and assessing debtors ledgers of Margaret River wine Business Trust and Palandri America Wine Business.</p> <p>Discussions and correspondence with Queensland Public Trustee regarding wine stocks securing Wine Bonds</p> <p>Identifying all claims against Harvey and Cookernup vineyards and lease and sub leases in respect of managed investment schemes</p> <p>Correspondence and discussions with mortgagees over Harvey and Cookernup vineyards</p>
	Sale of Business stock	<p>Finalisation of sale agreements and post sale discussions with purchasers regarding transition and stock allocation issues</p> <p>Monitoring implementations of sale agreement and maintenance of vineyards by purchasers</p> <p>Discussion with purchasers regarding potential assignment of rights under sale agreement</p>
	Plant and Equipment	<p>Reviewing asset listings and depreciation schedules</p> <p>Attending company sites to identify company assets</p> <p>Engaging specialist valuers to provide valuations of the winery, wine stocks and plant and equipment and undertaking analysis of valuations</p>
	Melbourne and Sydney Offices	<p>Taking control of offices.</p> <p>Arranging for valuation of office equipment.</p> <p>Reviewing leasing documents</p> <p>Liaising with owners/lessors</p> <p>Tasks associated with disclaiming leases</p>
	Stock	<p>Continued efforts to sell stock</p> <p>Occasional liquor license applications</p> <p>Reconciliation of stock balances and control of stock quantities</p> <p>Discussions with financiers regarding acceptance of letter of credit for sale of stock</p> <p>Credit checks on wine stock purchasers</p> <p>Undertake stock take of wine stocks and detailed analysis of wine values by premises and variety</p> <p>Correspondence and discussions with warehousing provider in the US regarding stock holdings</p>

		<p>Reviewing stock values</p> <p>Liaising with purchasers</p>
	Other Assets	Assessing and taking control of other assets.
<b>Creditors</b> <b>108.10 Hours</b> <b>\$ 25,091.00</b>	Creditor Enquiries	<p>Receive and follow up creditor enquiries via telephone regarding circulars to creditors and enquiries generally.</p> <p>Maintain creditor enquiry register</p> <p>Review and prepare correspondence to creditors and their representatives via facsimile, email and post.</p>
	Creditors ledger / Informal Proofs of Debt	<p>Receipt of Informal PODs.</p> <p>Maintain and update creditor name and address list.</p> <p>Maintain Informal POD register.</p>
	Secured creditor reporting	<p>Preparing reports to secured creditors and meeting with them to discuss report contents.</p> <p>Responding to secured creditors' queries.</p>
	Committee of Creditors	<p>Preparation of meeting notices and meetings generally</p> <p>Attendance at meetings at attend to preparation and lodgment of minutes of meetings</p> <p>Responding to committee members queries</p>
	Creditor Circulars	<p>Preparing and arranging mail out of all circulars to creditors</p> <p>Arranging for all circulars to creditors to be made available on the Deloitte website</p>
	Dealing with proofs of debt	<p>Receipting and filing POD's when not related to a dividend.</p> <p>Correspondence with creditors regarding POD's via telephone, e-mail, &amp; post.</p> <p>Assessing POD's received for voting rights at meetings of creditors.</p>
	Meeting of Creditors	<p>Preparation meeting notices, proxies and advertisements.</p> <p>Posting notice of meeting to all known creditors.</p> <p>Arranging and planning for meeting rooms and external meeting venue hire for second meeting of creditors.</p> <p>Preparation for, and attendance at, meeting of creditors in offices in Perth, Sydney, Melbourne, Brisbane.</p> <p>Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, reports to creditors, advertisement of meeting and draft minutes of meeting.</p> <p>Collation of meeting records, attendance records, POD's received, Proxies received: delivered through post to Sydney by other offices.</p> <p>Respond to stakeholder queries and questions immediately prior to meeting.</p>
	Shareholder enquires	Responding to shareholder queries and correspondence
<b>Employees</b> <b>12.60 Hours</b> <b>\$ 2820.00</b>	Managing employees	<p>Numerous discussions and attendances upon employees</p> <p>Calculating employee entitlements</p>
<b>Trade On</b> <b>76.00 Hours</b> <b>\$ 17,169.50</b>	Trade On Management	<p>Bank reconciliation, recording liabilities and processing payments</p> <p>Transfer of sale</p> <p>Recording receipts and reconcile accounts receivable</p>
<b>Investigation</b> <b>35.80 Hours</b> <b>\$ 11,940.00</b>	Conducting investigation	<p>Meetings with Chief Financial Officer to discuss carrying value of assets</p> <p>Meetings with Directors to discuss conduct with Palandri debtors</p> <p>Analysis of Palandri receivables and preparation of filenote regarding potential claim against the auditors</p> <p>Analysis of historical correspondence with debtors to determine collectibility</p> <p>Analysis of historical trading performance to determine date of insolvency</p> <p>Collection of company books and records</p> <p>Review of company accounts, company and secretarial files</p> <p>Commencing investigations into schemes, identifying scheme members, rights to vine sub-leases, reviewing vineyard maps and outstanding amounts owing,</p> <p>Commencing investigations into potential recoveries available to a Liquidator, including breaches of directors duties, insolvent trading and antecedent transactions</p> <p>Preparation and maintenance of investigation file.</p>
	Reporting on Investigations	<p>Commence drafting of Administrators' report to creditors on the business, property, affairs and financial circumstances.</p> <p>Preparation of comparative financial statements and analysis of them.</p>
<b>Administration</b> <b>117.30 Hours</b> <b>\$ 28,357.40</b>	Document maintenance/file review/checklist	<p>Weekly file assessment and file maintenance</p> <p>Filing of documents.</p> <p>Updating checklists reflecting tasks completed.</p>
	Insurance	Continuing to liaise with insurance specialists regarding maintenance of appropriate insurance coverage.

		Correspondence with Willis regarding initial and ongoing insurance requirements. Correspondence with pre-appointment insurance brokers.
	Bank account administration	Dealing with bank regarding misallocations and incorrect transactions made by the bank. Requesting bank statements. Bank account reconciliations. Correspondence with bank regarding specific transfers.
	Planning / Review	Discussions regarding status of administration.
<b>Total \$195,890.40 (ex GST)</b>		

2. Calculation of Remuneration from 4 May 2008 and 11 July 2008

Employee	Position	S/hour (ex GST)	Total actual hours	Total (\$)	Task Area													
					Assets		Creditors		Employees		Trade on		Investigation		Dividend		Administration	
					Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$
Cusson, Neil	Partner 1	520	2.00	1,040.00	-	-	1.00	520.00	-	-	1.00	520.00	-	-	-	-	-	-
Doran, Garry	Partner 2	520	20.00	10,400.00	6.00	3,120.00	12.00	6,240.00	-	-	-	-	-	-	-	-	-	-
Mcveigh, Dermot	Senior Manager 1	400	97.40	38,960.00	78.60	31,440.00	-	-	-	-	-	-	-	-	-	-	-	-
Tracy, Jason	Senior Manager 2	400	61.30	24,520.00	41.70	16,680.00	5.90	2,360.00	-	-	13.70	5,480.00	-	-	18.80	7,520.00	-	-
Joyce, Helen	Manager 1	260	12.50	3,250.00	-	-	0.90	234.00	-	-	11.60	3,016.00	-	-	-	-	-	-
Lewis, Darrin	Manager 1	260	115.90	30,134.00	40.80	10,608.00	6.20	1,612.00	-	-	-	-	-	-	-	-	-	-
Savage, Byron	Manager 3	260	34.40	8,944.00	-	-	-	-	4.50	1,170.00	8.40	2,184.00	9.50	2,470.00	-	-	12.00	3,120.00
Tartaglia, Nicole	Manager 1	260	183.40	47,684.00	139.60	36,296.00	20.40	5,304.00	4.50	1,170.00	5.40	1,404.00	7.50	1,950.00	-	-	6.00	1,560.00
George, Tanya	Senior Analyst 1	200	1.10	220.00	-	-	1.10	220.00	-	-	-	-	-	-	-	-	-	-
Sullivan, Siân	Senior Analyst 1	200	2.80	560.00	-	-	-	-	-	-	-	-	-	-	-	-	2.80	560.00
Rawleigh, Natalie	Senior Analyst 2	185	85.20	15,762.00	62.60	11,581.00	6.00	1,110.00	0.50	92.50	0.80	148.00	-	-	-	-	15.30	2,830.50
Chen, Edwina	Senior Analyst 3	160	0.10	16.00	-	-	0.10	16.00	-	-	-	-	-	-	-	-	-	-
Jordan, Steven	Senior Analyst 3	160	0.30	48.00	-	-	-	-	-	-	-	-	-	-	-	-	0.30	48.00
Lee, Yee	Analyst 1	150	19.70	2,955.00	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Gibson, Michelle	Analyst 1	125	27.20	3,400.00	-	-	19.70	2,955.00	-	-	-	-	-	-	-	-	-	-
Mellors, Sally	Analyst 3	150	9.30	1,395.00	-	-	27.20	3,400.00	-	-	-	-	-	-	-	-	-	-
Clark, Carol	Support A	131	0.40	52.40	-	-	6.80	1,020.00	-	-	1.20	180.00	-	-	-	-	1.30	195.00
Marghan, Matthew	Graduate 1	125	1.30	162.50	1.30	162.50	-	-	-	-	-	-	-	-	-	-	0.40	52.40
Chong, Peter	Graduate 2	125	5.00	625.00	5.00	625.00	-	-	-	-	-	-	-	-	-	-	-	-
Gurovski, Dejan	Graduate 2	125	3.00	375.00	-	-	-	-	-	-	-	-	-	-	-	-	3.00	375.00
Innes, Gareth	Graduate 2	125	42.90	5,362.50	-	-	0.80	100.00	3.10	387.50	33.90	4,237.50	-	-	-	-	5.10	637.50
Oakley, John	Graduate 2	125	0.20	25.00	-	-	-	-	-	-	-	-	-	-	-	-	0.20	25.00
<b>TOTAL</b>			<b>725.40</b>	<b>195,890.40</b>	<b>375.60</b>	<b>110,512.50</b>	<b>108.10</b>	<b>25,091.00</b>	<b>12.60</b>	<b>2,820.00</b>	<b>76.00</b>	<b>17,169.50</b>	<b>35.80</b>	<b>11,940.00</b>	<b>-</b>	<b>-</b>	<b>117.30</b>	<b>28,357.40</b>
<b>GST</b>				<b>19,589.04</b>														
<b>TOTAL (including GST)</b>				<b>215,479.44</b>														
<i>Average hourly rate</i>						<b>294.23</b>		<b>232.11</b>		<b>223.81</b>		<b>225.91</b>		<b>333.52</b>				<b>241.75</b>

### **3. Disbursements**

Disbursements are divided into three types: A, B1, B2.

- A** disbursements are all externally provided professional services and are recovered at cost. An example of an A disbursement is legal fees.
- B1** disbursements are externally provided non-professional costs such as travel, accommodation and search fees. B1 disbursements are recovered at cost.
- B2** disbursements are internally provided non-professional costs such as room hire and document storage. B2 disbursements are charged at cost except for photocopying, telephones and faxes which are charged at 5% of standard time costs. This rate has been formulated to recoup both variable and fixed costs.

A schedule of disbursements charged during the period 4 May 2008 to 11 July 2008 will be provided to creditors at a subsequent meeting.

### **4. Statement of Remuneration Claim**

The following resolutions will be proposed to the forthcoming meeting:

*“That the remuneration of the Joint and Several Voluntary Administrators, their partners and staff in respect of Palandri Wines Limited 2008, as calculated on a time basis in accordance with the hourly rates of Deloitte, tabled at the meeting of creditors on 31 July 2008, for the period 4 May 2008 to 11 July 2008 be fixed and approved in the sum of \$195,890.40 plus GST”.*

I confirm that I have not received any previous approvals for my outstanding fees.

### **5. Queries**

Should committee members have any queries regarding the remuneration report, or any other aspect of the Voluntary Administration please contact Dermott McVeigh of this office on 08 9365 7180.

### **6. Information Sheet**

Creditors are referred to the information sheet attached to this report for further information regarding the approval of Insolvency Practitioners' remuneration.

Creditors should read the information sheet carefully.

Dated this 1<sup>st</sup> day of August 2008

**Neil Cussen**

Joint and Several Administrator

**PALANDRI GROUP  
(ADMINISTRATORS APPOINTED)**

**MEETING OF COMMITTEE OF CREDITORS OF  
PALANDRI LTD  
PALANDRI WINE PRODUCTION LTD  
PALANDRI WINES LTD  
PALANDRI INVESTMENT MANAGEMENT LTD  
MARGARET RIVER WINE INVESTMENT PTY LTD  
PALANDRI FINANCE LTD**

**3 OCTOBER 2008**

**REMUNERATION REPORT – PALANDRI WINES LIMITED**

This Remuneration Report should be read in conjunction with the information provided to committee members in this notice of meeting.

**1. Description of Work Completed from 12 July 2008 to 12 September 2008**

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
<b>Assets</b> <b>74.7 Hours</b> <b>\$30,399.00</b>	Assets subject to specific charges	Numerous discussions, correspondence and meetings with Keybridge Capital Limited and their advisors regarding their security position, Deed of Forbearance and reporting to them on the progress of the sale of business. Discussions and correspondence with Bibby Financial Services Australia Pty Ltd regarding their debtor invoice discounting facility and security position and identifying secured debtors. Reviewing and assessing debtors ledgers of Margaret River wine Business Trust and Palandri America Wine Business. Discussions and correspondence with Queensland Public Trustee regarding wine stocks securing Wine Bonds Identifying all claims against Harvey and Cookernup vineyards and lease and sub leases in respect of managed investment schemes Correspondence and discussions with mortgagees over Harvey and Cookernup vineyards
	Sale of Business stock	Finalisation of sale agreements and post sale discussions with purchasers regarding transition and stock allocation issues Monitoring implementations of sale agreement and maintenance of vineyards by purchasers Discussion with purchasers regarding potential assignment of rights under sale agreement
	Plant and Equipment	Reviewing asset listings and depreciation schedules Attending company sites to identify company assets Engaging specialist valuers to provide valuations of the winery, wine stocks and plant and equipment and undertaking analysis of valuations
	Melbourne and Sydney Offices	Taking control of offices. Arranging for valuation of office equipment.  Reviewing leasing documents Liaising with owners/lessors Tasks associated with disclaiming leases
	Stock	Continued efforts to sell stock Occasional liquor license applications Reconciliation of stock balances and control of stock quantities Discussions with financiers regarding acceptance of letter of credit for sale of stock Credit checks on wine stock purchasers Undertake stock take of wine stocks and detailed analysis of wine values by premises and variety Correspondence and discussions with warehousing provider in the US regarding stock holdings Reviewing stock values
	Other Assets	Liaising with purchasers Assessing and taking control of other assets.

<b>Creditors</b> <b>69.8 Hours</b> <b>\$ 25,387.00</b>	Creditor Enquiries	<p>Receive and follow up creditor enquiries via telephone regarding circulars to creditors and enquiries generally. Maintain creditor enquiry register</p> <p>Review and prepare correspondence to creditors and their representatives via facsimile, email and post.</p>
	Creditors ledger / Informal Proofs of Debt	<p>Receipt of Informal PODs.</p> <p>Maintain and update creditor name and address list.</p> <p>Maintain Informal POD register.</p>
	Secured creditor reporting	<p>Preparing reports to secured creditors and meeting with them to discuss report contents.</p> <p>Responding to secured creditors' queries.</p>
	Committee of Creditors	<p>Preparation of meeting notices and meetings generally</p> <p>Attendance at meetings at attend to preparation and lodgment of minutes of meetings</p> <p>Responding to committee members queries</p>
	Creditor Circulars	<p>Preparing and arranging mail out of all circulars to creditors</p> <p>Arranging for all circulars to creditors to be made available on the Deloitte website</p>
	Dealing with proofs of debt	<p>Receipting and filing POD's when not related to a dividend.</p> <p>Correspondence with creditors regarding POD's via telephone, e-mail, &amp; post.</p> <p>Assessing POD's received for voting rights at meetings of creditors.</p>
	Meeting of Creditors	<p>Preparation meeting notices, proxies and advertisements.</p> <p>Posting notice of meeting to all known creditors.</p> <p>Arranging and planning for meeting rooms and external meeting venue hire for second meeting of creditors.</p> <p>Preparation for, and attendance at, meeting of creditors in offices in Perth, Sydney, Melbourne, Brisbane.</p> <p>Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, reports to creditors, advertisement of meeting and draft minutes of meeting.</p> <p>Collation of meeting records, attendance records, POD's received, Proxies received: delivered through post to Sydney by other offices.</p> <p>Respond to stakeholder queries and questions immediately prior to meeting.</p>
	Shareholder enquires	<p>Responding to shareholder queries and correspondence</p>
<b>Employees</b> <b>1.1 Hours</b> <b>\$ 165.00</b>	Managing employees	<p>Numerous discussions and attendances upon employees</p> <p>Calculating employee entitlements</p>
<b>Trade On</b> <b>119.5 Hours</b> <b>\$ 27,451.00</b>	Trade On Management	<p>Bank reconciliation, recording liabilities and processing payments</p> <p>Transfer of sale</p> <p>Recording receipts and reconcile accounts receivable</p>
<b>Investigation</b> <b>81.5 Hours</b> <b>\$ 25,952.00</b>	Conducting investigation	<p>Meetings with Chief Financial Officer to discuss carrying value of assets</p> <p>Meetings with Directors to discuss conduct with Palandri debtors</p> <p>Analysis of Palandri receivables and preparation of file note regarding potential claim against the auditors</p> <p>Analysis of historical correspondence with debtors to determine collectibility</p> <p>Analysis of historical trading performance to determine date of insolvency</p> <p>Collection of company books and records</p> <p>Review of company accounts, company and secretarial files</p> <p>Commencing investigations into schemes, identifying scheme members, rights to vine sub-leases, reviewing vineyard maps and outstanding amounts owing,</p> <p>Commencing investigations into potential recoveries available to a Liquidator, including breaches of directors duties, insolvent trading and antecedent transactions</p> <p>Preparation and maintenance of investigation file.</p>
	Reporting on Investigations	<p>Commence drafting of Administrators' report to creditors on the business, property, affairs and financial circumstances.</p> <p>Preparation of comparative financial statements and analysis of them.</p>
<b>Administration</b> <b>49.0 Hours</b> <b>\$ 15,919.00</b>	Document maintenance/file review/checklist	<p>Weekly file assessment and file maintenance</p> <p>Filing of documents.</p> <p>Updating checklists reflecting tasks completed.</p>
	Insurance	<p>Continuing to liaise with insurance specialists regarding maintenance of appropriate insurance coverage.</p> <p>Correspondence with Willis regarding initial and ongoing insurance requirements.</p> <p>Correspondence with pre-appointment insurance brokers.</p>
	Bank account administration	<p>Dealing with bank regarding misallocations and incorrect transactions made by the bank.</p> <p>Requesting bank statements.</p>

		Bank account reconciliations. Correspondence with bank regarding specific transfers.
	Planning / Review	Discussions regarding status of administration.
<b>Total \$133,278.00 (ex GST)</b>		



### **3. Disbursements**

Disbursements are divided into three types: A, B1, B2.

- A** disbursements are all externally provided professional services and are recovered at cost. An example of an A disbursement is legal fees.
- B1** disbursements are externally provided non-professional costs such as travel, accommodation and search fees. B1 disbursements are recovered at cost.
- B2** disbursements are internally provided non-professional costs such as room hire and document storage. B2 disbursements are charged at cost except for photocopying, telephones and faxes which are charged at 5% of standard time costs. This rate has been formulated to recoup both variable and fixed costs.

A schedule of disbursements charged during the period 12 July 2008 to 12 September 2008 will be provided to creditors at a subsequent meeting.

### **4. Statement of Remuneration Claim**

The following resolutions will be proposed to the forthcoming meeting:

*“That the remuneration of the Joint and Several Voluntary Administrators, their partners and staff in respect of Palandri Wines Limited 2008, as calculated on a time basis in accordance with the hourly rates of Deloitte, tabled at the meeting of creditors on 28 February 2008, for the period 12 July 2008 to 12 September 2008 be fixed and approved in the sum of \$133,278.00 plus GST”.*

I confirm that I have not received any previous approvals for my outstanding fees.

### **5. Queries**

Should committee members have any queries regarding the remuneration report, or any other aspect of the Voluntary Administration please contact Dermott McVeigh of this office on 08 9365 7180.

### **6. Information Sheet**

Creditors are referred to the information sheet attached to this report for further information regarding the approval of Insolvency Practitioners' remuneration.

Creditors should read the information sheet carefully.

Dated this 29<sup>th</sup> day of September 2008

**Neil Cussen**  
Joint and Several Administrator

# Remuneration Report

## PALANDRI INVESTMENT MANAGEMENT LIMITED

12 July 2008 – 12 September 2008

**PALANDRI GROUP  
(ADMINISTRATORS APPOINTED)**

**MEETING OF COMMITTEE OF CREDITORS OF  
PALANDRI LTD  
PALANDRI WINE PRODUCTION LTD  
PALANDRI WINES LTD  
PALANDRI INVESTMENT MANAGEMENT LTD  
MARGARET RIVER WINE INVESTMENT PTY LTD  
PALANDRI FINANCE LTD**

**3 OCTOBER 2008**

**REMUNERATION REPORT – PALANDRI INVESTMENT MANAGEMENT LIMITED**

This Remuneration Report should be read in conjunction with the information provided to committee members in this notice of meeting.

**1. Description of Work Completed from 12 July 2008 to 12 September 2008**

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
<b>Creditors 4.7 Hours \$705.00</b>	Creditors	Receive and follow up creditor enquiries via telephone regarding effect of appointment of Administrators, circulars to creditors and enquiries generally.
<b>Trade On 0.2 Hours \$52.00</b>	Trade on Management	Bank reconciliations, recording liabilities and processing payments
<b>Administration 0.7 Hours \$105.00</b>	Administration	General filing
<b>Investigation 8.0 Hours \$2,080.00</b>	Directors	Investigation of directors duties
<b>Total \$2,942.00 (ex GST)</b>		



### **3. Disbursements**

Disbursements are divided into three types: A, B1, B2.

- A** disbursements are all externally provided professional services and are recovered at cost. An example of an A disbursement is legal fees.
- B1** disbursements are externally provided non-professional costs such as travel, accommodation and search fees. B1 disbursements are recovered at cost.
- B2** disbursements are internally provided non-professional costs such as room hire and document storage. B2 disbursements are charged at cost except for photocopying, telephones and faxes which are charged at 5% of standard time costs. This rate has been formulated to recoup both variable and fixed costs.

A schedule of disbursements charged during the period 12 July 2008 to 12 September 2008 will be provided to creditors at a subsequent meeting.

### **4. Statement of Remuneration Claim**

The following resolutions will be proposed to the forthcoming meeting:

*“That the remuneration of the Joint and Several Voluntary Administrators, their partners and staff in respect of Palandri Investment Management Limited 2008, as calculated on a time basis in accordance with the hourly rates of Deloitte, tabled at the meeting of creditors on 28 February 2008, for the period 12 July 2008 to 12 September 2008 be fixed and approved in the sum of \$2,942.00 plus GST”.*

I confirm that I have not received any previous approvals for my outstanding fees.

### **5. Queries**

Should committee members have any queries regarding the remuneration report, or any other aspect of the Voluntary Administration please contact Dermott McVeigh of this office on 08 9365 7180.

### **6. Information Sheet**

Creditors are referred to the information sheet attached to this report for further information regarding the approval of Insolvency Practitioners' remuneration.

Creditors should read the information sheet carefully.

Dated this 29<sup>th</sup> day of September 2008

**Neil Cussen**  
Joint and Several Administrator

# Remuneration Report

## MARGARET RIVER WINE INVESTMENT PTY LTD

12 July 2008 – 12 September 2008

**PALANDRI GROUP  
(ADMINISTRATORS APPOINTED)**

**MEETING OF COMMITTEE OF CREDITORS OF  
PALANDRI LTD  
PALANDRI WINE PRODUCTION LTD  
PALANDRI WINES LTD  
PALANDRI INVESTMENT MANAGEMENT LTD  
MARGARET RIVER WINE INVESTMENT PTY LTD  
PALANDRI FINANCE LTD**

**3 OCTOBER 2008**

**REMUNERATION REPORT – MARGARET RIVER WINE INVESTMENT PTY LTD**

This Remuneration Report should be read in conjunction with the information provided to committee members in this notice of meeting.

**1. Description of Work Completed from 12 July 2008 to 12 September 2008**

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
<b>Creditors 1.0 Hours \$260.00</b>	Secured Creditor	Responding to secured creditors' queries.
<b>Trade On 0.2 Hours \$104.00</b>	Trade on Management	Bank reconciliations, recording liabilities and processing payments
<b>Total \$400.40 (ex GST)</b>		



### **3. Disbursements**

Disbursements are divided into three types: A, B1, B2.

- A** disbursements are all externally provided professional services and are recovered at cost. An example of an A disbursement is legal fees.
- B1** disbursements are externally provided non-professional costs such as travel, accommodation and search fees. B1 disbursements are recovered at cost.
- B2** disbursements are internally provided non-professional costs such as room hire and document storage. B2 disbursements are charged at cost except for photocopying, telephones and faxes which are charged at 5% of standard time costs. This rate has been formulated to recoup both variable and fixed costs.

A schedule of disbursements charged during the period 12 July 2008 to 12 September 2008 will be provided to creditors at a subsequent meeting.

### **4. Statement of Remuneration Claim**

The following resolutions will be proposed to the forthcoming meeting:

*“That the remuneration of the Joint and Several Voluntary Administrators, their partners and staff in respect of Margaret River Wine Investment Pty Ltd 2008, as calculated on a time basis in accordance with the hourly rates of Deloitte, tabled at the meeting of creditors on 28 February 2008, for the period 12 July 2008 to 12 September 2008 be fixed and approved in the sum of \$400.40 plus GST”.*

I confirm that I have not received any previous approvals for my outstanding fees.

### **5. Queries**

Should committee members have any queries regarding the remuneration report, or any other aspect of the Voluntary Administration please contact Dermott McVeigh of this office on 08 9365 7180.

### **6. Information Sheet**

Creditors are referred to the information sheet attached to this report for further information regarding the approval of Insolvency Practitioners' remuneration.

Creditors should read the information sheet carefully.

Dated this 29<sup>th</sup> day of September 2008

**Neil Cussen**

Joint and Several Administrator

# Remuneration Report

## PALANDRI FINANCE LIMITED

15 February – 15 March 2008

16 March – 28 March 2008

29 March – 21 September 2008

**PALANDRI GROUP  
(ADMINISTRATORS APPOINTED)**

**MEETING OF COMMITTEE OF CREDITORS OF  
PALANDRI LTD  
PALANDRI WINE PRODUCTION LTD  
PALANDRI WINES LTD  
PALANDRI INVESTMENT MANAGEMENT LTD  
MARGARET RIVER WINE INVESTMENT PTY LTD  
PALANDRI FINANCE LTD**

**28 MARCH 2008**

**REMUNERATION REPORT – PALANDRI FINANCE LIMITED**

This Remuneration Report should be read in conjunction with the information provided to creditors in the Voluntary Administrator's Report to Creditors pursuant to Section 439A of the Corporations Act 2001, dated 18 March 2008, and the Remuneration Report annexed to that report.

**1. Description of Work Completed from 15 February to 15 March 2008**

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
<b>Assets</b> <b>185.1 Hours</b> <b>\$ 50,625.50</b>	Assets subject to specific charges	<p>Meetings with Keybridge Capital Limited and their advisors regarding their security position.</p> <p>Dealing with appointed secured creditors on appointment.</p> <p>Meetings with the Public Trustee of Queensland and their advisors regarding their security position.</p>
	Debtors / Loan Book	<p>Correspondence with debtors.</p> <p>Detailed and extensive review and assessment of debtors' files.</p> <p>Recruitment and training of replacement accounts receivable manager.</p> <p>Arranging banking requirements to manage collections of different loan securities.</p> <p>Discussions with staff and directors regarding certain loans and collectability of particular debtors.</p> <p>Assessment of bad debts management by Company.</p> <p>Investigating debt compromise arrangements made with some debtors.</p> <p>Reviewing recoverability of individual debtors.</p> <p>Liaising with debt collectors and solicitors.</p>
	Other Assets	Assessing and taking control of other assets.
<b>Creditors</b> <b>280 Hours</b> <b>\$ 81,753.50</b>	Creditor Enquiries	<p>Receive and follow up creditor enquiries via telephone.</p> <p>Review and prepare correspondence to creditors and their representatives via facsimile, email and post.</p>
	Creditors ledger / Informal Proofs of Debt	<p>Preparation of correspondence to potential creditors inviting submission of Informal POD for voting purposes.</p> <p>Receipt of Informal PODs.</p> <p>Backing up creditors ledgers.</p> <p>Manipulation of creditor database to prepare for importing of database into Administrators' case management software.</p> <p>Importing of creditors database.</p> <p>Maintain Informal POD register.</p>
	Secured creditor reporting	<p>Preparing reports to secured creditor.</p> <p>Responding to secured creditor's queries.</p>
	Creditor reports	<p>Preparation and sending of first report to creditors and notice of meeting.</p> <p>Preparing 439A, investigation, meeting and general reports to creditors.</p>
	Dealing with proofs of debt	<p>Receipting and filing POD's when not related to a dividend.</p> <p>Correspondence with creditors regarding POD's via telephone, e-mail, &amp; post.</p>

Task Area	General Description	Includes
Creditors cont'd		Assessing POD's received for voting rights at meetings of creditors. Corresponding with OSR and ATO regarding POD's when not related to a dividend.
	Meeting of Creditors	Preparation meeting notices, proxies and advertisements. Forward notice of meeting to all known creditors. Arranging and planning for meeting rooms, and external meeting venue hire.
	Meeting of Creditors cont'd.	Preparation for, and attendance at meeting of creditors in offices in Perth, Sydney, Melbourne, Brisbane. Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, reports to creditors, advertisement of meeting and draft minutes of meeting. Collation of meeting records, attendance records, POD's received, Proxies received: delivered through post to Sydney by other offices. Preparation and lodgment minutes of meetings with ASIC. Respond to stakeholder queries and questions immediately following meeting.
Employees 5.5 Hours \$ 1,485.00	Addressing employee	Addressing employee upon appointment and dealing with general queries and questions. Interviewing and hiring of new loan book administrator.
Trade On 0.5 Hours \$ 200.00	Budgeting & Cash Flow	Preparing trading analysis of loan book collections and costs of collections.
Investigation 28.2 Hours \$ 7,737.00	Conducting investigation	Collection of company books and records. Reconstruction of financial statements. Company's books & records and Report as to Affairs. Reviewing company's books and records. Review and preparation of company nature and history. Conducting and summarising statutory searches. Review of specific transactions and liaising with directors regarding certain transactions. Preparation and maintenance of investigation file.
	Reporting on Investigations	Investigations of options available to creditors. Preparation of comparative financial statements. Preparation of deficiency statement. Calculations of liquidations scenarios. Formulation of recommendations to creditors.
Administration 99.4 Hours \$ 25,073.50	Document maintenance/file review/checklist	Weekly file assessment and file maintenance Filing of documents. Updating checklists reflecting tasks completed.
	Appointment	Meetings with Solicitors, Directors, etc regarding options available to company, implications of appointment, effect of non-appointment, directors obligations etc. Preparation of appointment documents prior to appointment Execution of appointment documents. Application to Supreme Court of WA to ratify appointment. Client and engagement acceptance procedures for the appointees and for the firm. Investigation into potential conflicts of interest. Discussions with secured creditors and their advisors regarding the involvement of the Receivers and Managers, the implications of appointment of Receivers and Managers and Administrators, and options available with respect to secured debts.
	Insurance	Identification of potential issues requiring attention of insurance specialists. Correspondence with Willis regarding initial and ongoing insurance requirements. Correspondence with previous brokers.
	Bank account administration	Preparing correspondence opening and closing accounts. Dealing with bank regarding misallocations and incorrect transactions made by the bank. Requesting bank statements. Bank account reconciliations. Correspondence with bank regarding specific transfers.

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
	ASIC Form 524 and other forms	Preparing and lodging ASIC forms including Form 505. Correspondence with ASIC regarding statutory forms.
	ATO & other statutory reporting	Notification of appointment.
	Planning / Review	Discussions regarding status of administration.

## 2. Description of work completed from 16 March 2008 and 28 March 2008

Task Area	General Description	Includes
<b>Assets</b> <b>23.3 Hours</b> <b>\$ 6,958.00</b>	Assets subject to specific charges	Meetings with Keybridge Capital Limited and their advisors regarding their security position. Meetings and or discussions with the Public Trustee of Queensland and their advisors.
	Debtors / Loan Book	Correspondence with debtors. Continuing to review and assessment of debtors files. Finalise training of replacement accounts receivable manager. Finalising banking requirements and reporting arrangements to manage collections of different loan securities. Continue discussions with staff and directors regarding certain loans and collectability of particular debtors. Assessment of bad debts management by Company. Investigating debt compromise arrangements made with some debtors. Reviewing recoverability of individual debtors. Liaising with debt collectors and solicitors.
	Other Assets	Assessing and taking control of other assets.
<b>Creditors</b> <b>92.4 Hours</b> <b>\$ 21,299.00</b>	Creditor Enquiries	Receive and follow up creditor enquiries via telephone regarding this report to creditors Review and prepare correspondence to creditors and their representatives via facsimile, email and post.
	Creditors ledger / Informal Proofs of Debt	Receipt of Informal PODs. Maintain Informal POD register.
	Secured creditor reporting	Preparing reports to secured creditor. Responding to secured creditor's queries.
	Creditor reports	Preparing 439A, investigation, meeting and general reports to creditors.
	Dealing with proofs of debt	Receipting and filing POD's when not related to a dividend. Correspondence with creditors regarding POD's via telephone, e-mail, & post. Assessing POD's received for voting rights at meetings of creditors.
<b>Employees</b> <b>2 Hours</b> <b>\$ 520.00</b>	Meeting of Creditors	Preparation meeting notices, proxies and advertisements. Posting notice of meeting to all known creditors. Arranging and planning for meeting rooms and external meeting venue hire for second meeting of creditors. Preparation for, and attendance at, meeting of creditors in offices in Perth, Sydney, Melbourne, Brisbane. Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, reports to creditors, advertisement of meeting and draft minutes of meeting. Collation of meeting records, attendance records, POD's received, Proxies received: delivered through post to Sydney by other offices. Respond to stakeholder queries and questions immediately prior to meeting.
	Managing employee	Supervising contract loan book manager and dealing with general queries and questions. Interviewing and hiring of new loan book administrator.
<b>Investigation</b> <b>30 Hours</b> <b>\$ 7,450.50</b>	Conducting investigation	Collection of company books and records. Preparation and maintenance of investigation file.
	Reporting on Investigations	Investigations of options available to creditors. Preparation of comparative financial statements. Preparation of deficiency statement. Calculations of liquidations scenarios. Formulation of recommendations to creditors.
<b>Administration1</b> <b>11.9 Hours</b> <b>\$ 2,325.50</b>	Document maintenance/file review/checklist	Weekly file assessment and file maintenance Filing of documents. Updating checklists reflecting tasks completed.
	Insurance	Continuing to liase with insurance specialists regarding maintenance of appropriate insurance coverage. Correspondence with Willis regarding initial and ongoing insurance requirements. Correspondence with pre-appointment insurance brokers.
	Bank account administration	Dealing with bank regarding misallocations and incorrect transactions made by the bank. Requesting bank statements. Bank account reconciliations. Correspondence with bank regarding specific transfers.
	Planning / Review	Discussions regarding status of administration.

## 5. Disbursements

Disbursements are divided into three types: A, B1, B2.

- A** disbursements are all externally provided professional services and are recovered at cost. An example of an A disbursement is legal fees.
- B1** disbursements are externally provided non-professional costs such as travel, accommodation and search fees. B1 disbursements are recovered at cost.
- B2** disbursements are internally provided non-professional costs such as room hire and document storage. B2 disbursements are charged at cost except for photocopying, telephones and faxes which are charged at 5% of standard time costs. This rate has been formulated to recoup both variable and fixed costs.

Below is a schedule of disbursements charged during the period 15 February 2008 to 28 March 2008.

Type	Item	Amount	GST	Net
B1	Travel, incl. Taxi	\$ 58.64	\$ 5.86	\$ 64.50
B1	Accommodation & Meals	\$ 15.36	\$ 1.54	\$ 16.90
B1	Postage	\$ 890.91	\$ 89.09	\$ 980.00
B2	Internal Costs - Exp. Charge	\$ 10,271.38	\$ 1,027.14	\$ 11,298.52
	<b>Total:</b>	<b>\$ 11,236.29</b>	<b>\$ 1,123.63</b>	<b>\$ 12,359.92</b>

## 6. Statement of Remuneration Claim

The following resolutions will be proposed to the forthcoming meeting:

*“That the remuneration of the Joint and Several Voluntary Administrators, their partners and staff, as calculated on a time basis in accordance with the hourly rates of Deloitte, as tabled at the meeting of creditors on 27 February 2008, for the period 15 February 2008 to 15 March 2008 be fixed and approved in the sum of \$166,874.50 plus GST”.*

*“That the remuneration of the Joint and Several Voluntary Administrators, their partners and staff, as calculated on a time basis in accordance with the hourly rates of Deloitte, as tabled at the meeting of creditors on 27 February 2008, for the period 16 March 2008 to 28 March 2008 be fixed and approved up to a maximum amount of \$38,533.00 plus GST”.*

I advise that I have not received any previous approvals for my outstanding fees.

## 7. Queries

Should creditors have any queries regarding the remuneration report, or any other aspect of the Voluntary Administration please contact Paul Redpath of this office on 02 9322 3811.

**8. Information Sheet**

Creditors are referred to the information sheet attached to this report for further information regarding the approval of Insolvency Practitioners' remuneration.

Creditors should read the information sheet carefully.

Dated this 28<sup>th</sup> day of March 2008

**Gary Peter Doran**

Joint and Several Administrator

**PALANDRI GROUP  
(ADMINISTRATORS APPOINTED)**

**MEETING OF COMMITTEE OF CREDITORS OF  
PALANDRI LTD  
PALANDRI WINE PRODUCTION LTD  
PALANDRI WINES LTD  
PALANDRI INVESTMENT MANAGEMENT LTD  
MARGARET RIVER WINE INVESTMENT PTY LTD  
PALANDRI FINANCE LTD**

**3 OCTOBER 2008**

**REMUNERATION REPORT – PALANDRI FINANCE LIMITED**

This Remuneration Report should be read in conjunction with the information provided to committee members in this notice of meeting.

**1. Description of Work Completed from 29 March 2008 to 21 September 2008**

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
<b>Assets</b> <b>174.80 Hours</b> <b>\$ 50,446.00</b>	Assets subject to specific charges	Meetings with Keybridge Capital Limited and their advisors regarding their security position. Dealing with appointed secured creditors  Meetings with the Public Trustee of Queensland and their advisors regarding their security position.
	Debtors / Loan Book	Correspondence with debtors.  Detailed and extensive review and assessment of debtors' files.  Arranging banking requirements to manage collections of different loan securities.  Discussions with staff and directors regarding certain loans and collectability of particular debtors.  Assessment of bad debts management by Company.  Investigating debt compromise arrangements made with some debtors.  Reviewing recoverability of individual debtors.  Liaising with debt collectors and solicitors.
	Other Assets	Assessing and taking control of other assets.
<b>Creditors</b> <b>206.80 Hours</b> <b>\$ 69,702.00</b>	Creditor Enquiries	Receive and follow up creditor enquiries via telephone.  Review and prepare correspondence to creditors and their representatives via facsimile, email and post.
	Creditors ledger / Informal Proofs of Debt	Preparation of correspondence to potential creditors inviting submission of Informal POD for voting purposes. Receipt of Informal PODs.  Backing up creditors ledgers.  Manipulation of creditor database to prepare for importing of database into Administrators' case management software. Importing of creditors database. Maintain Informal POD register.
	Secured creditor reporting	Preparing reports to secured creditor.  Responding to secured creditor's queries.
	Creditor reports	Preparation and sending of report to creditors and notice of meeting. Preparing 439A, investigation, meeting and general reports to creditors.
	Dealing with proofs of debt	Receipting and filing POD's when not related to a dividend.  Correspondence with creditors regarding POD's via telephone, e-mail, & post.  Assessing POD's received for voting rights at meetings of creditors.
		Corresponding with OSR and ATO regarding POD's when not related to a dividend.
Meeting of Creditors	Preparation meeting notices, proxies and advertisements.	

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
<b>Creditors cont'd</b>		<p>Forward notice of meeting to all known creditors.</p> <p>Arranging and planning for meeting rooms, and external meeting venue hire.</p> <p>Preparation for meeting of creditors in offices in Perth, Sydney, Melbourne, Brisbane.</p> <p>Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, reports to creditors, advertisement of meeting and draft minutes of meeting.</p>
<b>Trade On 87.8 Hours \$22,697.50</b>	Budgeting & Cash Flow	<p>Preparing trading analysis of loan book collections and costs of collections.</p> <p>Administration discussions regarding loan book</p> <p>Loan income form processing</p>
<b>Investigation 9.8 Hours \$ 3,210.00</b>	Conducting investigation	<p>Reviewing company's books and records.</p> <p>Maintenance of investigation file.</p> <p>Review of specific transactions and liaising with directors regarding certain transactions.</p> <p>Finalise land title investigation</p>
	Reporting on Investigations	<p>Investigations of options available to creditors.</p> <p>Preparation of comparative financial statements.</p> <p>Preparation of deficiency statement.</p> <p>Calculations of liquidations scenarios.</p> <p>Formulation of recommendations to creditors.</p>
<b>Dividend 0.5 Hours \$ 75.00</b>	Budgeting & Cash Flow	Preparing trading analysis of loan book collections and costs of collections.
<b>Administration 72.0 Hours \$ 12,143.60</b>	Document maintenance/file review/checklist	<p>Weekly file assessment and file maintenance</p> <p>Filing of documents.</p> <p>Updating checklists reflecting tasks completed.</p>
	Insurance	<p>Identification of potential issues requiring attention of insurance specialists.</p> <p>Correspondence with Willis regarding ongoing insurance requirements.</p> <p>Correspondence with previous brokers.</p>
	Bank account administration	<p>Preparing correspondence opening and closing accounts.</p> <p>Dealing with bank regarding misallocations and incorrect transactions made by the bank.</p> <p>Requesting bank statements.</p> <p>Bank account reconciliations.</p> <p>Correspondence with bank regarding specific transfers.</p>
	ASIC Form 524 and other forms	<p>Preparing and lodging ASIC forms including Form 505.</p> <p>Correspondence with ASIC regarding statutory forms.</p>
	Planning / Review	Discussions regarding status of administration.
<b>Total \$158,274.10 (ex GST)</b>		



### **3. Disbursements**

Disbursements are divided into three types: A, B1, B2.

- A** disbursements are all externally provided professional services and are recovered at cost. An example of an A disbursement is legal fees.
- B1** disbursements are externally provided non-professional costs such as travel, accommodation and search fees. B1 disbursements are recovered at cost.
- B2** disbursements are internally provided non-professional costs such as room hire and document storage. B2 disbursements are charged at cost except for photocopying, telephones and faxes which are charged at 5% of standard time costs. This rate has been formulated to recoup both variable and fixed costs.

A schedule of disbursements charged during the period 29 March 2008 to 21 September 2008 will be provided to creditors at a subsequent meeting.

### **4. Statement of Remuneration Claim**

The following resolutions will be proposed to the forthcoming meeting:

*“That the remuneration of the Joint and Several Voluntary Administrators, their partners and staff in respect of Palandri Finance Limited 2008, as calculated on a time basis in accordance with the hourly rates of Deloitte, tabled at the meeting of creditors on 28 February 2008, for the period 29 March 2008 to 21 September 2008 be fixed and approved in the sum of \$158,274.10 plus GST”.*

I confirm that I have not received any previous approvals for my outstanding fees.

### **5. Queries**

Should committee members have any queries regarding the remuneration report, or any other aspect of the Voluntary Administration please contact Dermott McVeigh of this office on 08 9365 7180.

### **6. Information Sheet**

Creditors are referred to the information sheet attached to this report for further information regarding the approval of Insolvency Practitioners' remuneration.

Creditors should read the information sheet carefully.

Dated this 29<sup>th</sup> day of September 2008

**Neil Cussen**

Joint and Several Administrator

# Remuneration Report

## VINTAGE 08

26 February – 3 May 2008

4 May – 11 July 2008

12 July – 12 September 2008

**PALANDRI GROUP  
(ADMINISTRATORS APPOINTED)**

**MEETING OF COMMITTEE OF CREDITORS OF  
PALANDRI LTD  
PALANDRI WINE PRODUCTION LTD  
PALANDRI WINES LTD  
PALANDRI INVESTMENT MANAGEMENT LTD  
MARGARET RIVER WINE INVESTMENT PTY LTD  
PALANDRI FINANCE LTD**

**26 MAY 2008**

**REMUNERATION REPORT – VINTAGE 2008**

This Remuneration Report should be read in conjunction with the information provided to committee members in this notice of meeting.

**1. Description of Work Completed from 26 February to 3 May 2008**

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
<b>Assets 27.1 Hours \$ 8,915.00</b>	Plant and Equipment	<ul style="list-style-type: none"> <li>Managing assets utilised during harvest</li> <li>Attending company sites to identify company assets required</li> <li>Managing payment of equipment subject to specific charge and payment of rental costs</li> <li>Liaising with insurance broker to ensure appropriate insurance coverage is obtained over plant and equipment</li> </ul>
<b>Employees 7.2 Hours \$ 1,868.00</b>	Managing Employees	<ul style="list-style-type: none"> <li>Numerous discussions and attendances upon employees</li> <li>Managing employee resignations and re-allocation of tasks</li> <li>Calculating employee entitlements</li> </ul>
<b>Trade On 427.4 Hours \$129,494.50</b>	Trade on Management	<ul style="list-style-type: none"> <li>Liaising with suppliers</li> <li>Liaising with management and staff</li> <li>Authorising purchase orders</li> <li>Reviewing and authorising payroll</li> <li>Reviewing and monitoring harvest</li> <li>Reviewing and monitoring maintenance of vineyards during and post harvest</li> <li>Maintaining purchase order registry</li> <li>Opening post appointment utility accounts and ensuring correct split between pre and post appointment</li> <li>Preparing and authorising receipt vouchers</li> <li>Preparing and authorising payment vouchers</li> <li>Liaising with superannuation funds regarding contributions</li> <li>Liaising with OSR regarding payroll tax issues</li> <li>Liaising with lessors and owners of assets utilised during harvest to ensure support during harvest</li> <li>Reviewing and assessing retention of title claims</li> <li>Numerous attendances on site</li> <li>Negotiations with viticultural services provider regarding payment in kind agreement to provide harvest services</li> <li>Meetings and discussions with viticultural services provider</li> <li>Reviewing and approving management of surplus fruit to either destroy or sell to third parties</li> <li>Reviewing invoices for fruit sales and ensuring correct entity treated as seller</li> <li>Correspondence and discussions with Willis regarding trade-on insurance requirements</li> <li>Correspondence and discussions with OH&amp;S consultant regarding workplace risks assessment and ESH compliance review</li> <li>Numerous discussions with vintage 2008 creditors regarding operation of administrators' accounts, purchase order approval process and settlement of trade on accounts</li> </ul>

		Reviewing calculation of and authorising payment of statutory liabilities including, payroll tax, PAYG and FBT
	Applications to Court	<p>Identification of legal issues surrounding access to fruit for vintage 2008</p> <p>Making application to Court seeking court approval harvest for vintage 2008</p> <p>Preparation of and mailing out circular to scheme investors regarding harvest and Court orders</p> <p>Making subsequent applications to Court providing vintage 2008 update</p>
	Processing receipts and payments	<p>Entering receipts and payments into accounting system</p> <p>Managing transfers of funds with Bank including correcting various processing errors</p>
	Budgeting & financial reporting	<p>Reviewing company's budgets and financial statements and identifying costs related to harvest and vintage 2008</p> <p>Preparing funding proposal and meetings with various potential debt funders of forecast vintage 2008 costs</p> <p>Negotiations with Mega Bay Holdings Pty Ltd and entry into loan agreement and application to Court</p> <p>Negotiations and discussions with Keybridge Capital Ltd to obtain its support for the vintage 2008 and its agreement to the priority to vintage 2008 loan over its security</p> <p>Preparing detailed weekly financial budget and monitor against actual performance</p> <p>Finalising trading profit or loss</p> <p>Meetings to discuss trading position and progress of harvest and vintage</p> <p>Preparation of recharge calculations for vintage 08 costs incurred to be refunded back to other entities within the Palandri Group</p> <p>Updating checklists reflecting tasks completed</p>
<b>Administration</b> <b>113.4 Hours</b> <b>\$23,630.00</b>	Insurance	<p>Liaising with insurance specialists regarding maintenance of appropriate insurance coverage</p> <p>Correspondence with Willis regarding initial and ongoing insurance requirements</p> <p>Correspondence with pre-appointment insurance brokers</p>
	Bank account administration	<p>Dealing with bank regarding misallocations and incorrect transactions made by the bank</p> <p>Requesting bank statements</p> <p>Bank account reconciliations</p> <p>Correspondence with bank regarding specific transfers</p>
	Planning / Review	Discussions regarding status of harvest
<b>Total \$163,907.50 (ex GST)</b>		

2. Calculation of Remuneration from 26 February 2008 and 3 May 2008

Employee	Position	Shour (ex GST)	Total actual hours	Total (\$)	Task Area													
					Assets		Creditors		Employees		Trade on		Investigation		Dividend		Administration	
					Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$
Gary Doran	Partner 1	520	45.4	23,608.00	9.0	4,680.00	-	-	-	-	33.3	17,316.00	-	-	-	-	3.1	1,612.00
Neil Cussen	Partner 1	520	10.5	5,460.00	-	-	-	-	-	-	10.5	5,460.00	-	-	-	-	-	-
Jason Tracy	Sr Manager 1	400	90.7	36,280.00	-	-	-	-	0.4	160.00	88.8	35,520.00	-	-	-	-	1.5	600.00
Robert Colan	Sr Manager 1	400	10.3	4,120.00	-	-	-	-	-	-	3.9	1,560.00	-	-	-	-	6.4	2,560.00
Dermott McVeagh	Sr Manager 1	400	3.8	1,520.00	-	-	-	-	-	-	3.8	1,520.00	-	-	-	-	-	-
Michael Billingsley	Sr Manager 1	400	0.2	80.00	0.2	80.00	-	-	-	-	-	-	-	-	-	-	-	-
Byron Savage	Manager 1	260	114.5	29,770.00	5.4	1,404.00	-	-	-	-	97.7	25,002.00	-	-	-	-	11.4	2,964.00
Nicole Tantiola	Manager 1	260	18.5	4,810.00	-	-	-	-	1.8	468.00	16.7	4,342.00	-	-	-	-	-	-
Darren Lewis	Manager 1	260	61.6	16,016.00	6.8	1,768.00	-	-	1.5	390.00	48.4	12,584.00	-	-	-	-	4.9	1,274.00
Glen Kanovsky	Manager 1	260	31.6	8,216.00	0.4	104.00	-	-	-	-	31.2	8,112.00	-	-	-	-	-	-
Helen Joyce	Manager 1	260	21.5	5,590.00	-	-	-	-	2.7	702.00	4.4	1,144.00	-	-	-	-	14.4	3,744.00
Andrew Jates	Manager 1	260	0.3	78.00	-	-	-	-	-	-	0.3	78.00	-	-	-	-	-	-
Sian Sullivan	Sr Analyst 1	200	11.4	2,280.00	-	-	-	-	-	-	11.4	2,280.00	-	-	-	-	-	-
Nathan Yap	Sr Analyst 1	200	2.2	440.00	-	-	-	-	-	-	-	-	-	-	-	-	2.2	440.00
Walter Nardon	Sr Analyst 1	200	2.1	420.00	-	-	-	-	-	-	-	-	-	-	-	-	2.1	420.00
Tom Rodgers	Sr Analyst 2	200	30.9	6,180.00	-	-	-	-	-	-	30.9	6,180.00	-	-	-	-	-	-
Christina Selvamayagam	Sr Analyst 2	185	5.2	962.00	-	-	-	-	-	-	5.2	962.00	-	-	-	-	-	-
Brett Leicester	Sr Analyst 2	185	5.8	1,073.00	-	-	-	-	-	-	-	-	-	-	-	-	5.8	1,073.00
Paul Redpath	Sr Analyst 2	185	6.0	1,110.00	-	-	-	-	-	-	-	-	-	-	-	-	6.0	1,110.00
Ben Crilly	Sr Analyst 2	185	39.8	7,363.00	2.4	444.00	-	-	0.8	148.00	29.4	5,439.00	-	-	-	-	7.2	1,332.00
Natalie Ravlich	Sr Analyst 2	185	5.6	1,036.00	-	-	-	-	-	-	-	-	-	-	-	-	5.6	1,036.00
Andrea Tam	Analyst 1	150	1.4	210.00	-	-	-	-	-	-	-	-	-	-	-	-	1.4	210.00
Sally Mellors	Analyst 1	150	5.7	855.00	2.9	435.00	-	-	-	-	2.8	420.00	-	-	-	-	-	-
Amy Parbery	Analyst 1	150	1.2	180.00	-	-	-	-	-	-	1.2	180.00	-	-	-	-	-	-
Viktor Zaltums	Analyst 1	150	0.4	60.00	-	-	-	-	-	-	0.4	60.00	-	-	-	-	-	-
Yee Ting Lee	Analyst 1	150	4.7	705.00	-	-	-	-	-	-	-	-	-	-	-	-	4.7	705.00
Michelle Gibson	Analyst 3	130	2.1	273.00	-	-	-	-	-	-	-	-	-	-	-	-	2.1	273.00
Garreth Innes	Graduate	125	31.1	3,887.50	-	-	-	-	-	-	6.3	787.50	-	-	-	-	24.8	3,100.00
Brian O'Dea	Graduate	125	5.3	662.50	-	-	-	-	-	-	-	-	-	-	-	-	5.3	662.50
Dejan Gurowski	Graduate	125	5.3	662.50	-	-	-	-	-	-	-	-	-	-	-	-	5.3	662.50
<b>TOTAL</b>				<b>163,907.50</b>	<b>27.1</b>	<b>8,915.00</b>	<b>0.0</b>	<b>0.0</b>	<b>7.2</b>	<b>1,868.00</b>	<b>427.4</b>	<b>129,494.50</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>113.4</b>	<b>23,630.00</b>
GST				<b>16,390.75</b>														
<b>TOTAL (including GST)</b>				<b>180,298.25</b>														
Average hourly rate					328.97	n/a			259.44			302.98	n/a					208.38

### 3. Disbursements

Disbursements are divided into three types: A, B1, B2.

- A disbursements are all externally provided professional services and are recovered at cost. An example of an A disbursement is legal fees.
- B1 disbursements are externally provided non-professional costs such as travel, accommodation and search fees. B1 disbursements are recovered at cost.
- B2 disbursements are internally provided non-professional costs such as room hire and document storage. B2 disbursements are charged at cost except for photocopying, telephones and faxes which are charged at 5% of standard time costs. This rate has been formulated to recoup both variable and fixed costs.

A schedule of disbursements charged during the period 26 February 2008 to 3 May 2008 will be provided to creditors at a subsequent meeting.

### 4. Statement of Remuneration Claim

The following resolutions will be proposed to the forthcoming meeting:

*“That the remuneration of the Joint and Several Voluntary Administrators, their partners and staff in respect of Vintage 2008, as calculated on a time basis in accordance with the hourly rates of Deloitte, tabled at the meeting of creditors on 7 March 2008, for the period 26 February 2008 to 3 May 2008 be fixed and approved in the sum of \$163,907.50 plus GST”.*

I confirm that I have not received any previous approvals for my outstanding fees.

### 5. Queries

Should committee members have any queries regarding the remuneration report, or any other aspect of the Voluntary Administration please contact Darren Lewis of this office on 03 9208 7876.

### 6. Information Sheet

Creditors are referred to the information sheet attached to this report for further information regarding the approval of Insolvency Practitioners' remuneration.

Creditors should read the information sheet carefully.

Dated this 26<sup>th</sup> day of May 2008



**Gary Doran**  
Joint and Several Administrator

**PALANDRI GROUP  
(ADMINISTRATORS APPOINTED)**

**MEETING OF COMMITTEE OF CREDITORS OF  
PALANDRI LTD  
PALANDRI WINE PRODUCTION LTD  
PALANDRI WINES LTD  
PALANDRI INVESTMENT MANAGEMENT LTD  
MARGARET RIVER WINE INVESTMENT PTY LTD  
PALANDRI FINANCE LTD**

**31 JULY 2008**

**REMUNERATION REPORT – VINTAGE 2008**

This Remuneration Report should be read in conjunction with the information provided to committee members in this notice of meeting.

**1. Description of Work Completed from 4 May 2008 to 11 July 2008**

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
<b>Assets</b> <b>44.5 Hours</b> <b>\$ 14,939.00</b>	Plant and Equipment	Managing assets utilised during harvest Sale of wine stocks
	Costs	Detailed cash-flow analysis and cost breakdown per entity Analysis of stock Managing employee resignations and re-allocation of tasks Calculating employee entitlements
<b>Trade On</b> <b>223.7 Hours</b> <b>\$ 59,487.00</b>	Trade on Management	Liaising with suppliers Liaising with management and staff Authorising purchase orders Reviewing and authorising payroll Reviewing and monitoring harvest Reviewing and monitoring maintenance of vineyards during and post harvest Maintaining purchase order registry Preparation of court application to distribute net proceeds Preparing and authorising receipt vouchers Preparing and authorising payment vouchers Liaising with superannuation funds regarding contributions Liaising with OSR regarding payroll tax issues Liaising with lessors and owners of assets utilised during harvest to ensure support during harvest Reviewing and assessing retention of title claims Numerous attendances on site Negotiations with viticultural services provider regarding payment in kind agreement to provide harvest services Meetings and discussions with viticultural services provider Reviewing and approving management of surplus fruit to either destroy or sell to third parties Reviewing invoices for fruit sales and ensuring correct entity treated as seller Correspondence and discussions with OH&S consultant regarding workplace risks assessment and ESH compliance review Numerous discussions with vintage 2008 creditors regarding operation of administrators' accounts, purchase order approval process and settlement of trade on accounts Reviewing calculation of and authorising payment of statutory liabilities including, payroll tax, PAYG and FBT Liaising with insurance specialists

<b>Administration</b> <b>89.4 Hours</b> <b>\$ 21,657.00</b>	Insurance	Resolving superannuation issues
		Preparing invoices
		Dealing with bank regarding misallocations and incorrect transactions made by the bank
	Bank account administration	Requesting bank statements Bank account reconciliations Correspondence with bank regarding specific transfers Discussions regarding status of harvest
	Planning / Review	Analysis of harvest proceeds to determine appropriate allocation to growers
<b>Creditors</b> <b>117.7 Hours</b> <b>\$ 32,700.50</b>		Liaise with lawyers to discuss court application for distribution of growers Preparation of court applications  Review of 2008/2009 FBT return
<b>Investigations</b> <b>8 Hours</b> <b>\$ 1460.00</b>		Correspondence with relevant contacts to calculate and finalise FBT
<b>Total \$ 130,243.50</b> <b>(ex GST)</b>		

2. Calculation of Remuneration from 4 May 2008 and 11 July 2008

Employee	Position	\$/hour (ex GST)	Total actual hours	Total		Assets		Creditors		Employees		Trade on		Investigation		Dividend		Administration	
				(\$)	Hours	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$
Garv Doran	Partner 1	520	23.5	12,220.00	0.0	-	21.0	10,920.00	0.0	-	2.5	1,300.00	0.0	-	0.0	-	0.0	-	0.0
Neil Cussen	Partner 2	520	1.0	520.00	0.0	-	0.0	0.0	0.0	-	0.0	260.00	0.0	-	0.0	-	0.0	-	0.0
Dermott Mcveigh	Sr Manager 1	400	57.2	22,880.00	22.2	8,880.00	27.0	10,800.00	0.0	-	8.0	3,200.00	0.0	-	0.0	-	0.0	-	0.0
Jasim Tracy	Sr Manager 2	400	29.7	11,880.00	2.4	960.00	0.0	0.0	0.0	-	27.3	10,920.00	0.0	-	0.0	-	0.0	-	0.0
Darren Lewis	Manager 1	260	87.1	22,646.00	18.9	4,914.00	0.0	208.00	0.0	-	39.3	10,218.00	0.0	-	0.0	-	0.0	-	28.1
Helen Joyce	CRG Manager 1	260	26.1	6,786.00	0.0	-	5.4	1,404.00	0.0	-	20.7	5,382.00	0.0	-	0.0	-	0.0	-	0.0
Nicole Tartaglia	Manager 3	260	8.0	2,080.00	0.0	-	0.0	0.0	0.0	-	0.0	0.0	0.0	-	0.0	-	0.0	-	0.0
Byron Savage	Manager 3	260	129.3	33,618.00	0.0	-	0.0	0.0	0.0	-	90.7	23,582.00	0.0	-	0.0	-	0.0	-	38.6
Edwina Chen	CRG Sr Analyst 1	200	0.1	20.00	0.0	-	0.1	20.00	0.0	-	0.0	0.0	0.0	-	0.0	-	0.0	-	0.0
Natalie Ravlich	Sr Analyst 2	185	5.5	1,017.50	1.0	185.00	1.1	203.50	0.0	-	0.0	0.0	0.0	-	0.0	-	0.0	-	3.4
Wen Lim	Sr Analyst 3	160	7.5	1,200.00	0.0	-	0.0	0.0	0.0	-	0.0	0.0	7.5	1,200.00	0.0	-	0.0	-	0.0
Lauren Hart	Analyst 2	130	0.6	78.00	0.0	-	0.0	0.0	0.0	-	0.0	0.0	0.0	-	0.0	-	0.0	-	0.6
Yee Lee	Analyst 1	150	82.1	12,315.00	0.0	-	54.3	8,145.00	0.0	-	20.2	3,030.00	0.0	-	0.0	-	0.0	-	7.6
Garrah Innes	Graduate	125	9.8	1,225.00	0.0	-	6.8	850.00	0.0	-	6.8	850.00	0.0	-	0.0	-	0.0	-	3.0
Michelle Gibson	CRG Graduate	125	1.2	150.00	0.0	-	1.2	150.00	0.0	-	0.0	0.0	0.0	-	0.0	-	0.0	-	0.0
Paul Jakovcovic	Vacationer	110	14.5	1,595.00	0.0	-	0.0	0.0	0.0	-	14.5	1,595.00	0.0	-	0.0	-	0.0	-	0.0
Carol Clark	Support A	130	0.1	13.00	0.0	-	0.0	0.0	0.0	-	0.0	0.0	0.0	-	0.0	-	0.0	-	0.1
TOTAL				130,243.50	44.5	14,939.00	117.7	32,700.50	0.0	-	223.7	59,487.00	8.0	1,460.00	0.0	-	0.0	-	89.4
GST				13,024.35															13.00
TOTAL (including GST)				143,267.85															102.4
Average hourly rate						335.71		277.83		n/a		263.92		182.30		n/a			242.23

### **3. Disbursements**

Disbursements are divided into three types: A, B1, B2.

- A** disbursements are all externally provided professional services and are recovered at cost. An example of an A disbursement is legal fees.
- B1** disbursements are externally provided non-professional costs such as travel, accommodation and search fees. B1 disbursements are recovered at cost.
- B2** disbursements are internally provided non-professional costs such as room hire and document storage. B2 disbursements are charged at cost except for photocopying, telephones and faxes which are charged at 5% of standard time costs. This rate has been formulated to recoup both variable and fixed costs.

A schedule of disbursements charged during the period 26 February 2008 to 3 May 2008 will be provided to creditors at a subsequent meeting.

### **4. Statement of Remuneration Claim**

The following resolutions will be proposed to the forthcoming meeting:

*“That the remuneration of the Joint and Several Voluntary Administrators, their partners and staff in respect of Vintage 2008, as calculated on a time basis in accordance with the hourly rates of Deloitte, tabled at the meeting of creditors on 31 July 2008, for the period 4 May 2008 to 11 July 2008 be fixed and approved in the sum of \$130,243.50 plus GST”.*

I confirm that I have not received any previous approvals for my outstanding fees.

### **5. Queries**

Should committee members have any queries regarding the remuneration report, or any other aspect of the Voluntary Administration please contact Darren Lewis of this office on 03 9208 7876.

### **6. Information Sheet**

Creditors are referred to the information sheet attached to this report for further information regarding the approval of Insolvency Practitioners' remuneration.

Creditors should read the information sheet carefully.

Dated this 31st day of July 2008

**Neil Cussen**  
Joint and Several Administrator

**PALANDRI GROUP  
(ADMINISTRATORS APPOINTED)**

**MEETING OF COMMITTEE OF CREDITORS OF  
PALANDRI LTD  
PALANDRI WINE PRODUCTION LTD  
PALANDRI WINES LTD  
PALANDRI INVESTMENT MANAGEMENT LTD  
MARGARET RIVER WINE INVESTMENT PTY LTD  
PALANDRI FINANCE LTD**

**3 OCTOBER 2008**

**REMUNERATION REPORT – VINTAGE 2008**

This Remuneration Report should be read in conjunction with the information provided to committee members in this notice of meeting.

**1. Description of Work Completed from 12 July 2008 to 12 September 2008**

<b>Task Area</b>	<b>General Description</b>	<b>Includes</b>
<b>Assets</b> <b>17.0 Hours</b> <b>\$ 2162.50</b>	Plant and Equipment	Managing assets utilised during harvest Sale of wine stocks
	Costs	Detailed cash-flow analysis and cost breakdown per entity Analysis of stock Managing employee resignations and re-allocation of tasks Calculating employee entitlements
<b>Trade On</b> <b>29.3 Hours</b> <b>\$ 12,116.00</b>	Trade on Management	Liaising with suppliers Liaising with management and staff Reviewing and authorising payroll Preparing and authorising receipt vouchers Preparing and authorising payment vouchers Liaising with superannuation funds regarding contributions Liaising with OSR regarding payroll tax issues Liaising with lessors and owners of assets utilised during harvest to ensure support during harvest Reviewing and approving management of surplus fruit to either destroy or sell to third parties Reviewing invoices for fruit sales and ensuring correct entity treated as seller Meeting with lawyers regarding insurance policy Reviewing calculation of and authorising payment of statutory liabilities including, payroll tax, PAYG and FBT Liaising with insurance specialists
<b>Administration</b> <b>44.3 Hours</b> <b>\$ 11,094.00</b>	Insurance	Resolving superannuation issues Preparing invoices Dealing with bank regarding misallocations and incorrect transactions made by the bank
	Bank account administration	Requesting bank statements Bank account reconciliations Correspondence with bank regarding specific transfers Discussions regarding status of harvest
	Planning / Review	Analysis of harvest proceeds to determine appropriate allocation to growers
<b>Creditors</b> <b>7.3 Hours</b> <b>\$ 1,110.00</b>		Liaise with lawyers to discuss court application for distribution of growers Preparation of court applications

		Review of 2008/2009 FBT return
<b>Investigations</b> <b>4.3 Hours</b> <b>\$ 688.00</b>		Correspondence with relevant contacts to calculate and finalise FBT
<b>Total \$ 27,170.50</b> <b>(ex GST)</b>		

2. Calculation of Remuneration from 12 July 2008 to 12 September 2008

Employee	Position	\$/Hour (ex GST)	Total Actual Hours	Total (\$)	Assets		Creditors		Employees		Trade On		Investigation		Dividend		Administration	
					Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$	Hours	\$
Chussen, Neil	Partner 1	520	3.0	1,560.0	-	-	0.50	260.00	-	-	2.50	1,300.00	-	-	-	-	-	-
Doran, Gary	Partner 1	520	1.5	780.0	-	-	-	-	-	-	1.50	780.00	-	-	-	-	-	-
Mcveigh, Dermot	Senior Manager 1	400	24.5	9,800.0	-	-	-	-	-	-	24.50	9,800.00	-	-	-	-	-	-
Tracy, Jason	Senior Manager 2	400	0.2	80.0	-	-	-	-	-	-	0.20	80.00	-	-	-	-	-	-
Lewis, Darren	Manager 1	260	0.9	234.0	-	-	-	-	-	-	0.60	156.00	-	-	-	-	0.30	78.00
Savage, Byron	Manager 1	260	40.6	10,556.0	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Lim, Wen	Senior Analyst 3	160	4.3	688.0	-	-	-	-	-	-	-	-	4.30	688.00	-	-	-	-
Hart, Lauren	Analyst 1	150	1.5	225.00	1.50	225.00	-	-	-	-	-	-	-	-	-	-	-	-
Heston, Jo	Analyst 1	150	0.9	135.0	-	-	-	-	-	-	-	-	-	-	-	-	0.90	135.00
Cassidy, Talia	Support A	130	2.5	325.0	-	-	-	-	-	-	-	-	-	-	-	-	2.50	325.00
James, Garrech	Graduate 2	125	6.8	850.0	-	-	6.80	850.00	-	-	-	-	-	-	-	-	-	-
Cheng, Peter	Graduate 2	125	15.5	1,937.5	15.50	1,937.50	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL			102.20	27,170.50	17.00	2,162.50	7.30	1,110.00	-	-	29.30	12,116.00	4.30	688.00	-	-	44.30	11,094.00
GST				2,717.95														
TOTAL (including GST)				29,887.55														
Average hourly rate						127.21		152.05				413.52		168.00				250.43

### **3. Disbursements**

Disbursements are divided into three types: A, B1, B2.

- A** disbursements are all externally provided professional services and are recovered at cost. An example of an A disbursement is legal fees.
- B1** disbursements are externally provided non-professional costs such as travel, accommodation and search fees. B1 disbursements are recovered at cost.
- B2** disbursements are internally provided non-professional costs such as room hire and document storage. B2 disbursements are charged at cost except for photocopying, telephones and faxes which are charged at 5% of standard time costs. This rate has been formulated to recoup both variable and fixed costs.

A schedule of disbursements charged during the period 12 July 2008 to 12 September 2008 will be provided to creditors at a subsequent meeting.

### **4. Statement of Remuneration Claim**

The following resolutions will be proposed to the forthcoming meeting:

*“That the remuneration of the Joint and Several Voluntary Administrators, their partners and staff in respect of Vintage 2008, as calculated on a time basis in accordance with the hourly rates of Deloitte, tabled at the meeting of creditors on 28 February 2008, for the period 12 July 2008 to 12 September 2008 be fixed and approved in the sum of \$ 27,170.50 plus GST”.*

I confirm that I have not received any previous approvals for my outstanding fees.

### **5. Queries**

Should committee members have any queries regarding the remuneration report, or any other aspect of the Voluntary Administration please contact Dermott McVeigh of this office on 08 9365 7180.

### **6. Information Sheet**

Creditors are referred to the information sheet attached to this report for further information regarding the approval of Insolvency Practitioners' remuneration.

Creditors should read the information sheet carefully.

Dated this 29<sup>th</sup> day of September 2008

**Neil Cussen**  
Joint and Several Administrator