

16 July 2020

TO THE CREDITOR AS ADDRESSED

Dear Sir or Madam,

**LUNCHBOX THEATRICAL PRODUCTIONS PTY LTD (IN LIQUIDATION)
ACN 109 871 758 ("the Company")**

UPDATE TO CREDITORS

1. BACKGROUND

I was appointed Liquidator of the Company by a special resolution passed at a duly convened meeting held on 23 October 2019 pursuant to Section 491 of the *Corporations Act 2001* ("the Act").

This report should be read in conjunction with my previous reports to creditors which are dated:

- 6 November 2019;
- 11 December 2019; and
- 23 January 2020 ("my Statutory Report").

There have been material developments since issuing my Statutory Report and the purpose of this report is to provide an update to creditors on events transpiring in this administration from 24 January 2020 to current.

2. UPDATE ON ADMINISTRATION GENERALLY

2.1 INSOLVENT TRADING CLAIM

Creditors may recall that I previously reported that the Company may have been insolvent from mid-September 2019. Further company information was forthcoming following issuance of my Statutory Report which necessitated a further review of the Company's financial affairs during the period preceding my appointment. It was concluded based on this further review that the Company was insolvent from at least 30 June 2018.

The revised date of insolvency required a consequent review of the value of any insolvent trading claim which was previously assessed as nil in circumstances where the Company did not incur new debts from the originally assessed date of insolvency (mid-September 2019). Based on the revised

date of insolvency, I have now identified an insolvent trading claim valued at approximately \$1.9M comprised largely of a debt due to The Royal National Theatre ("TRNT") in England relating to a contract for the stage production titled 'Warhorse' throughout Australia from January to April 2020. Further details on this creditor claim are contained in my Statutory Report.

In contemplating the recoverability of the insolvent trading claim, I have conducted a preliminary assessment of the Director's wherewithal to meet any such claim. In doing so, I formally requested that the Director provide a formal declaration as to his personal financial position, which he has declined. Therefore, I continue to conduct my own inquiries in this regard, however, I note that it would appear that the Director's personal financial position may have deteriorated as a result of the COVID-19 pandemic. I understand that the Director has interests in the entertainment/arts and hospitality sectors which have been severely negatively impacted lockdowns, etc. which have been enacted globally. Therefore, at this stage, it is currently unknown whether the Director has the capacity to meet an insolvent trading claim brought against him.

2.2 UNFAIR PREFERENCE CLAIM

Also stemming from the revised date of insolvency, I have assessed that there is an unfair preference claim against the Australian Taxation Office ("ATO") in the order of circa \$440K. I have formally submitted this claim against the ATO and am continuing to pursue recovery of this amount. There have been discussions with the ATO to provide further documentation in respect of the claim.

I am currently awaiting a response from the ATO and should this be recovered, I anticipate the net effect for creditors will shift significantly from what was reported to creditors previously. Creditors will be kept apprised of material developments in due course.

2.3 CLAIM FROM THE ROYAL NATIONAL THEATRE

I have continued to liaise with TRNT in relation to the basis and value of its claim. I note that TRNT has since issuing my Statutory Report revised its claim, notwithstanding the nature of 'damages' remains. I had at the time of issuing my Statutory report and continue to engage Hall & Wilcox Solicitors for formal advice as to TRNT's claim. This engagement has now run to in excess of three months and therefore, I am required to seek the approval of creditors regarding my entry into this agreement on behalf of the Company pursuant to Section 477(2B) of the Act.

TRNT remains the major creditor in this administration notwithstanding a revision of its claim downward, however TRNT have yet to formally submit this revised claim. I have considered TRNT's claim in detail, however, am not in a position to formally adjudicate on same as I have not received sufficient supporting documentary evidence. TRNT has indicated that this information is available, however, is subject to confidentiality and therefore it is experiencing challenges in accessing same, which I understand it may be unable to overcome. The financial position of the Company remains uncertain until such time as TRNT's claim is resolved and this will of course affect the total pool of creditors.

2.4 THE ART OF BANKSY EXHIBITION

It was incumbent upon the Company pursuant to the relevant agreements to prepare a full accounting for The Art of Banksy exhibition ("Banksy") which the Company co-promoted with TEG Live Pty Ltd

("TEGL"). There has been significant work undertaken to obtain the necessary information and documentation to complete this accounting, which is now largely complete and I am seeking legal advice in respect of the underlying agreements.

This was a thorough and necessary process of verifying the totality of the income generated, and individually reconciling each expense recorded as incurred to cash. Furthermore, it was necessary to split these trade creditor expenses between pre- and post-appointment, as well as confirming which party settled same (the Company or TEGl). The settled accounting is supported by source documentation from the Company's records available to me.

I intend to liaise with TEGl shortly as to the issues which arise from the accounting of the Banksy exhibition.

Furthermore, I was advised that a labour hire services entity, McArthur Pty Ltd ("McArthur") had provided labour services to Banksy, however, there was significant conjecture as to which party, the Company or TEGl, engaged McArthur, and therefore was liable to settle the debt. I note that there have been numerous correspondences and communications with the parties in this regard and based on the available information and advice, I have incorporated the McArthur debt in the aforementioned accounting for Banksy as a debt of TEGl. This position is subject to change based on receipt of further documentary evidence. I intend to enter into further discussions with TEGl and McArthur as to the outcome and a finalised position for the accounting.

3. ESTIMATED RETURN TO CREDITORS

Attached as **Annexure "4"** is an analysis of the revised estimated returns that may be available to creditors in the Liquidation.

Based on realisations to date, there is anticipated to be a return to Priority and Unsecured Creditors. The quantum and timing of the dividend is contingent on pursuing and successfully recovering the abovementioned voidable recoveries identified against various parties.

In summary, I estimate returns to creditors as follows:

- ▲ Priority Creditors – 100 cents in the dollar; and
- ▲ Unsecured Creditors – 1 to 29 cents in the dollar.

Please note these figures are estimates only, and the actual results may vary materially. In particular, subject to available funding and evidence, a commercial settlement may be pursued (generally at a discount), which may produce a "mid-range" result for creditors.

It should be noted that the above estimate does not include litigation to pursue the voidable recoveries. If litigation is required, this will significantly increase the costs and may take one (1) to two (2) years.

Creditors will be kept apprised in future reports. In the interim, I encourage any creditors who have not already done so, to lodge a POD together with relevant supporting documentation. A copy of the POD is attached as **Annexure "2"**.

4. LIQUIDATOR'S REMUNERATION

Creditors have approved my remuneration to date in the amount of \$162,514 (plus GST) and I confirm that I have drawn this amount in full. I have undertaken significant work and incurred time costs in excess of this approval. Therefore, at the forthcoming meeting of creditors, I will be seeking further fee approval in the amount of \$151,183.50. The reasons for these increased time costs in excess of those previously estimated are as follows:

- ▶ Following closure and bump out of Banksy, this office received various resulting creditor invoices/claims which were required to be reviewed in detail. One of these trade creditor claims was ultimately determined to be a cost of the Administration and required further unanticipated enquiries to be conducted. This additional work relating to Banksy was unexpected and was not provided for in the previous additional remuneration sought;
- ▶ The accounting for Banksy was much more involved and complex than was originally anticipated and required a significant level of interpretation/judgement and assumptions to be made. This was a necessarily thorough and time consuming process;
- ▶ The information which precipitated a necessary further review of the Company's financial position during the period preceding my appointment which resulted in a revised date of insolvency determination was not available at the time of issuing my Statutory Report and it could not have reasonably been predicted that this information would be forthcoming;
- ▶ Following on from the point above, it was necessary to conduct further analysis in respect of insolvent trading and subsequent quantification of the insolvent trading claim – again this further work could not have been anticipated at the time of issuing my statutory report. I note that there remains future work to be completed corresponding to this, that being pursuing an insolvent trading claim against the Company's Director/Shareholder if it is assessed as commercial to do so. I note that to date, I have limited information as to the Director's wherewithal to meet any such claim, and my inquiries in this regard are continuing, although the Director has formally declined my request that he provide a formal declaration as to his personal financial position;
- ▶ There has been excess time spent attending to inward and outward correspondence with TRNT as to its claim, and I note that global COVID-19 limitations have caused a delay in TRNT providing specific documentation required to be submitted in support of its formal claim, which has caused the overall process to be protracted;
- ▶ At the time of issuing my Statutory Report, I was not aware of McArthur's claim against the Company and I could not have reasonably predicated the level of correspondence which has ensued between this office, McArthur and TEGL.

Accordingly, at the forthcoming Meeting, I will be seeking approval for my additional remuneration as detailed in my Remuneration Approval Report, attached as **Annexure "5"**. My Remuneration Report provides further detail about the remuneration sought.

The calculation of remuneration is based on the time spent by my staff and myself and is calculated in accordance with the schedule of hourly rates charged by my firm in the Advice to Creditors About Remuneration, attached as **Annexure “6”**.

Assuming it is assessed as commercial to do so, should it be necessary to commence litigation to pursue recovery of the preference claim or insolvent trading claims identified herein, then it will be necessary for me to seek further fee approval. For clarity, the additional remuneration sought at the forthcoming meeting does not contemplate my time costs associated with such litigation.

For Creditors’ information, ASIC information sheets that relate to specific circumstances once an insolvency practitioner is appointed to a Company and approval of remuneration can be found at the following websites:

- <http://www.asic.gov.au/insolvencyinfosheets>
- <http://www.arita.com.au/insolvency-you/insolvency-explained/insolvency-fact-sheet>

5. LIQUIDATOR’S RECEIPTS AND PAYMENTS

Attached as **Annexure “7”** is a summary of the receipts and payments during the Liquidation period from my appointment, 23 October 2019 to date.

I am required to lodge a statement of account annually during the Liquidation. To date, I have not lodged same but will proceed to do so in accordance with the statutory timeframe.

6. MEETING OF CREDITORS

I have convened a Meeting of Creditors to be **held virtually at 2:30 PM on Friday, 31 July 2020 due to COVID-19 and the resulting Government policy on social gatherings. For clarity, there will be no physical location for the meeting. The registration link for this meeting is:**

<https://zoom.us/meeting/register/tJMpF--urTwiHNx7SDfzpDJmwjWoJpcmtYul>

The formal Notice of Meeting is attached as **Annexure “1”** for your reference.

To participate as a Creditor, you should:

- Submit a Proof of Debt detailing your claim to be a Creditor. Proofs of Debt are enclosed as **Annexure “2”**. If you have previously provided a proof of debt and wish to supplement it, you may do so. Otherwise, creditors who have previously lodged a Proof of Debt are not required to re-lodge for the upcoming meeting.
- Creditors may attend and vote in person, by proxy or by attorney. The appointment of a proxy, copies of which are attached as **Annexure “3”**, must be in accordance with Form 532. Persons attending on behalf of a corporate entity are required to have a proxy signed on behalf of that entity.
- A specific proxy can be lodged showing approval or rejection of each resolution.

All forms are to be scanned and emailed to Mr Luke O'Connor of this office at loconnor@brifnsw.com.au by 4:00 PM one (1) business day prior to the meeting. An attorney of a Creditor must show the instrument by which he or she is appointed to the Chairperson prior to commencement of the meeting.

7. QUERIES

If creditors have any information which may assist me in my investigations, please contact my office as a matter of urgency.

Please note that Liquidators are not required to publish notices in the print media. ASIC maintains an online notices page for external administrators to publish notices in respect of companies. Creditors are encouraged to visit <http://insolvencynotices.asic.gov.au> throughout the liquidation to view any notices which may be published in respect of the Company.

ARITA provides information to assist creditors with understanding liquidations and insolvency. This information is available from ARITA's website at <http://arita.com.au/creditors>.

ASIC also provides information sheets on a range of insolvency topics. These information sheets can be accessed on ASIC's website at <http://asic.gov.au> (search for "insolvency information sheets").

The BRI Ferrier staff member responsible for this matter is as follows:

- ▲ BRI Contact: Mr Luke O'Connor
- ▲ Phone: (02) 8263 2300
- ▲ Email: loconnor@brifnsw.com.au (preferred)
- ▲ Mailing: GPO Box 7079, Sydney NSW 2001
- ▲ Facsimile: (02) 8263 2399

Yours faithfully

LUNCHBOX THEATRICAL PRODUCTIONS PTY LTD (IN LIQUIDATION)



PETER KREJCI

Liquidator

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BRI Ferrier

**Lunchbox Theatrical
Productions Pty Ltd
(In Liquidation)
ACN 109 871 758**

**Annexure "1"
Notice of Meeting**

FORM 529

CORPORATIONS ACT 2001

Insolvency Practice Rules (Corporations)
75-10, 75-15 & 75-20

NOTICE OF MEETING OF CREDITORS
LUNCHBOX THEATRICAL PRODUCTIONS PTY LTD (IN LIQUIDATION)
ACN 109 871 758

NOTICE is given that a meeting of the creditors of the Company will be held on 31 July 2020 at 2:30 PM. **Due to COVID-19 and the resulting Government policy on the restriction of social gatherings, this meeting will be held virtually only, i.e. there will be no physical location for the meeting.** Registration details for the meeting can be found at the following link:

<https://zoom.us/meeting/register/tJMpf--urTwiHNx7SDfzpDJmwjWoJpcmtYul>

A G E N D A

1. To receive the Report of the Liquidator;
2. To consider and, if thought fit, approve the remuneration of the Liquidator;
3. To consider and, if thought fit, approve the future remuneration of the Liquidator;
4. To consider and, if thought fit, retrospectively approve the Liquidator's entry into an agreement with Hall & Willcox Solicitors on behalf of the Company pursuant to Section 477(2B) of the Corporations Act 2001; and
5. Any other business that may be lawfully brought forward.

A person, or the proxy or attorney of a person, who participates in the meeting by telephone must pay any costs incurred by the person, proxy or attorney in participating and is not entitled to be reimbursed for those costs from the assets of the company.

Proxies to be used at the meeting should be given to me as Liquidator to the person named a convening the meeting. A creditor can only be represented by proxy or by an attorney pursuant to Insolvency Practice Rules (Corporations) (IPR) 75-150 & 75-155 and if a body corporate by a representative appointed pursuant to Section 250D.

Creditors will not be entitled to vote at this meeting unless they have previously lodged particulars of their claim against the company in accordance with IPR 75-85 and that claim has been admitted for voting purposes wholly or in part by the Liquidator.

Please note under Insolvency Practice Rules (Corporations) (IPR) 75-35 if you wish to participate in the meeting using virtual facilities, you must give to the convener **not later than 4pm on the last business day prior to the meeting**, a written statement setting out:

- (a) the name of the person and of the proxy or attorney (if any); and
- (b) an address to which notices to the person, proxy or attorney may be sent; and
- (c) a method by which the person, proxy or attorney may be contacted for the purposes of the meeting.

All forms are to be scanned and emailed to Mr Luke O'Connor of this office at loconnor@brifnsw.com.au, and meeting login details will be provided upon receipt of properly completed forms. Participants at the meeting will be provided reasonable opportunity to vote, comment and ask questions.

DATED this 16th day of July 2020.



PETER KREJCI
LIQUIDATOR

BRI FERRIER (NSW) PTY LTD
Level 30
Australia Square
264 George Street
Sydney NSW 2000

Telephone: (02) 8263 2300

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**Lunchbox Theatrical
Productions Pty Ltd
(In Liquidation)
ACN 109 871 758**

**Annexure "2"
Proof of Debt Form**

FORM 535
CORPORATIONS ACT 2001

Subregulation 5.6.49(2)

FORMAL PROOF OF DEBT OR CLAIM (GENERAL FORM)
LUNCHBOX THEATRICAL PRODUCTIONS PTY LTD (IN LIQUIDATION)
ACN 109 871 758

To the Liquidator of Lunchbox Theatrical Productions Pty Ltd (In Liquidation)

1. This is to state that the company was, on 23 October 2019 ⁽¹⁾ and still is, justly and truly indebted to ⁽²⁾ (full name):

.....
(‘Creditor’)

.....
of (full address)

for \$ dollars andcents.

Particulars of the debt are:

| Date | Consideration ⁽³⁾ state how the debt arose | Amount \$ | GST included \$ | Remarks ⁽⁴⁾ include details of voucher substantiating payment |
|------|--|-----------|--------------------|--|
| | | | | |

2. To my knowledge or belief the creditor has not, nor has any person by the creditor's order, had or received any manner of satisfaction or security for the sum or any part of it except for the following:

Insert particulars of all securities held. Where the securities are on the property of the company, assess the value of those securities. If any bills or other negotiable securities are held, specify them in a schedule in the following form:

| Date | Drawer | Acceptor | Amount \$ c | Due Date |
|------|--------|----------|-------------|----------|
| | | | | |

☐ I am **not** a related creditor of the Company ⁽⁵⁾

☐ I am a related creditor of the Company ⁽⁵⁾
relationship:

3A.^{(6)*} I am employed by the creditor and authorised in writing by the creditor to make this statement. I know that the debt was incurred for the consideration stated and that the debt, to the best of my knowledge and belief, still remains unpaid and unsatisfied.

3B.^{(6)*} I am the creditor's agent authorised to make this statement in writing. I know that the debt was incurred and for the consideration stated and that the debt, to the best of my knowledge and belief, still remains unpaid and unsatisfied.

DATED this day of(month)(year)

Signature of Signatory

NAME IN BLOCK LETTERS

Occupation

Address

See Directions overleaf for the completion of this form

OFFICE USE ONLY

| | | | |
|----------------------------------|-----|---|----|
| POD No: | | ADMIT (Voting / Dividend) - Ordinary | \$ |
| Date Received: | / / | ADMIT (Voting / Dividend) – Preferential | \$ |
| Entered into CORE IPS: | | Reject (Voting / Dividend) | \$ |
| Amount per CRA/RATA | \$ | Object or H/Over for Consideration | \$ |
| Reason for Admitting / Rejection | | | |
| PREP BY/AUTHORISED | | TOTAL PROOF | \$ |
| DATE AUTHORISED / / | | | |

Proof of Debt Form Directions

- * Strike out whichever is inapplicable.
- (1) Insert date of Court Order in winding up by the Court, or date of resolution to wind up, if a voluntary winding up.
- (2) Insert full name and address (including ABN) of the creditor and, if applicable, the creditor's partners. If prepared by an employee or agent of the creditor, also insert a description of the occupation of the creditor.
- (3) Under "Consideration" state how the debt arose, for example "goods sold and delivered to the company between the dates of", "moneys advanced in respect of the Bill of Exchange".
- (4) Under "Remarks" include details of vouchers substantiating payment.
- (5) Related Party / Entity: Director, relative of Director, related company, beneficiary of a related trust.
- (6) If the Creditor is a natural person and this proof is made by the Creditor personally. In other cases, if, for example, you are the director of a corporate Creditor or the solicitor or accountant of the Creditor, you sign this form as the Creditor's authorised agent (delete item 3A). If you are an authorised employee of the Creditor (credit manager etc), delete item 3B.

Annexures

- A. If space provided for a particular purpose in a form is insufficient to contain all the required information in relation to a particular item, the information must be set out in an annexure.
- B. An annexure to a form must:
 - (a) have an identifying mark;
 - (b) and be endorsed with the words:
 - i) "This is the annexure of *(insert number of pages)* pages marked *(insert an identifying mark)* referred to in the *(insert description of form)* signed by me/us and dated *(insert date of signing)*; and
 - (c) be signed by each person signing the form to which the document is annexed.
- C. The pages in an annexure must be numbered consecutively.
- D. If a form has a document annexed the following particulars of the annexure must be written on the form:
 - (a) the identifying mark; and
 - (b) the number of pages.
- E. A reference to an annexure includes a document that is with a form.

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**Lunchbox Theatrical
Productions Pty Ltd
(In Liquidation)
ACN 109 871 758**

**Annexure "3"
Proxy Form**

APPOINTMENT OF PROXY
CREDITORS MEETING

LUNCHBOX THEATRICAL PRODUCTIONS PTY LTD (IN LIQUIDATION)
ACN 109 871 758

| | |
|--|--|
| *I/*We ⁽¹⁾ | |
| Of | |
| being a creditor of the Company, appoint ⁽²⁾ or in his or her absence | |
| to vote for me/us on my/our behalf at the meeting of creditors to be held on 31 July 2020 at 2:30 PM, or at any adjournment of that meeting. | |

Proxy Type: ☐ General ☐ Special

| Please mark boxes with an “X” | For | Against | Abstain |
|--|---|---|---|
| Resolution 1: <i>“That the additional remuneration of the Liquidator, his partners and staff for the period 21 January 2020 to 14 July 2020, not previously approved by creditors, be calculated on a time basis in accordance with the rates of charge annexed to the Liquidator’s Report to Creditors dated 16 July 2020 to \$86,183.50, plus GST, and that the Liquidator be authorised to draw that amount”.</i> | <input style="width: 30px; height: 30px;" type="checkbox"/> | <input style="width: 30px; height: 30px;" type="checkbox"/> | <input style="width: 30px; height: 30px;" type="checkbox"/> |
| Resolution 2: <i>“That the remuneration of the Liquidator, his partners and staff for the period 15 July 2020 to the conclusion of the Liquidation, be calculated on a time basis in accordance with the rates of charge annexed to the Liquidator’s Report to Creditors dated 16 July 2020, and approved to an interim cap of \$65,000.00 (plus GST) and that the Liquidator be authorised to draw that amount as and when incurred.”</i> | <input style="width: 30px; height: 30px;" type="checkbox"/> | <input style="width: 30px; height: 30px;" type="checkbox"/> | <input style="width: 30px; height: 30px;" type="checkbox"/> |
| Resolution 3: <i>“That the Liquidator’s entry into an agreement with Hall & Wilcox Solicitors on behalf of the Company pursuant to Section 477(2B) of the Corporations Act 2001 be approved”</i> | <input style="width: 30px; height: 30px;" type="checkbox"/> | <input style="width: 30px; height: 30px;" type="checkbox"/> | <input style="width: 30px; height: 30px;" type="checkbox"/> |

DATED this day of 2020.

Signature

CERTIFICATE OF WITNESS

This certificate is to be completed only if the person giving the proxy is blind or incapable of writing. The signature of the creditor, contributory, debenture holder or member must not be witnessed by the person nominated as proxy.

I, of
certify that the above instrument appointing a proxy was completed by me in the presence of and at the request of the person appointing the proxy and read to him or her before he or she signed or marked the instrument.

Dated:

Signature of Witness:

Description:

Place of Residence:

* Strike out if inapplicable

(1) If a firm, strike out "I" and set out the full name of the firm.

(2) Insert the name, address and description of the person appointed.

(3) If a special proxy add the words "to vote for" or the words "to vote against" and specify the particular resolution.

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**Lunchbox Theatrical
Productions Pty Ltd
(In Liquidation)
ACN 109 871 758**

**Annexure "4"
Estimated Outcome Statement**

Lunchbox Theatrical Productions Pty Ltd (In Liquidation)
Estimated Statement of Position

| | Book Value as at 23/10/2019 Amount (\$) | Liquidation Scenario High Amount (\$) | Liquidation Scenario Low Amount (\$) |
|---|--|--|---|
| Assets | | | |
| Cash at Bank | 236,141 | 6,832 | 6,832 |
| Trade and Other Receivables | 76,744 | - | - |
| Related Party Debtors | 2,524,894 | - | - |
| Credit Card Control Account | 69,198 | - | - |
| Revenue from TAOB Exhibition | - | 936,257 | 936,257 |
| Less: Expenses of TAOB Exhibition Settled by Liquidator | - | (414,427) | (414,427) |
| Less: Expenses of TAOB Exhibition Settled by Liquidator | - | (60,897) | (60,897) |
| Less: Contingent McArthur Pty Ltd claim | - | - | (39,790) |
| Liquidator's Recovery - Unfair Preferences | - | 440,678 | - |
| Liquidator's Recovery - Insolvent Trading Claim | - | 1,936,236 | - |
| Estimated Fund Available for Creditors | 2,906,977 | 2,844,679 | 427,975 |
| Subject to Costs of Liquidation | | | |
| Less: Estimated Costs (Excl. GST) | | | |
| Liquidator's Remuneration (Drawn) | - | (162,514) | (162,514) |
| Liquidator's Remuneration (Accrued) | - | (88,954) | (88,954) |
| Liquidator's Remuneration (Future) | - | (32,500) | (16,250) |
| Liquidator's Remuneration (Future - recovery action) | - | (32,500) | (16,250) |
| Liquidator's Expenses | - | (4,000) | (2,000) |
| Liquidator's Legal Costs (Paid) | - | (19,662) | (19,662) |
| Liquidator's Legal Costs (Accrued) | - | (5,000) | (2,500) |
| Liquidator's Legal Costs for Recovery Action (Estimate) | - | (50,000) | - |
| Total Estimated Costs | - | (395,130) | (308,130) |
| Estimated Net Asset Recoveries | 2,906,977 | 2,449,549 | 119,845 |
| Funds Available for Priority Creditors | | | |
| Superannuation | 2,906,977 | 2,449,549 | 119,845 |
| | (12,921) | (16,293) | (16,293) |
| Total Priority Claims | (12,921) | (16,293) | (16,293) |
| Funds Available for Unsecured Creditors | | | |
| Unsecured Creditors | 2,919,898 | 2,433,256 | 103,552 |
| Trade Creditors | (2,597,579) | (4,517,131) | (4,517,131) |
| Contingent McArthur Pty Ltd claim | - | - | (84,193) |
| Creditors and Borrowings | (804,494) | - | - |
| Australian Taxation Office | 30,297 | (120,174) | (120,174) |
| Related Party Creditors: | (3,813,084) | (3,813,084) | (3,813,084) |
| Total Unsecured Creditor Claims | (7,184,860) | (8,450,389) | (8,534,582) |
| Return to Creditors | | | |
| | | High Scenario | Low Scenario |
| | | Cents in the dollar | |
| Priority Creditors | | 100 | 100 |
| Unsecured Creditors | | 29 | 1 |

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**Lunchbox Theatrical
Productions Pty Ltd
(In Liquidation)
ACN 109 871 758**

**Annexure "5"
Remuneration Report**

Remuneration Approval Report

**LUNCHBOX THEATRICAL
PRODUCTIONS PTY LTD
(IN LIQUIDATION)
ACN 109 871 758**

16 July 2020

PETER KREJCI
Liquidator

BRI Ferrier (NSW) Pty Ltd ABN 97 128 947 848
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GPO Box 7079, Sydney NSW 2001
Phone (02) 8263 2300
Facsimile (02) 8263 2399
Email: info@brifnsw.com.au
Website: www.briferrier.com.au

BRI Ferrier

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1 DECLARATION

I, Peter Krejci, of BRI Ferrier (NSW) Pty Ltd have undertaken a proper assessment of this remuneration claim for my appointment as Liquidator of Lunchbox Theatrical Productions Pty Ltd (In Liquidation) in accordance with the law and applicable professional standards. I am satisfied that the remuneration claimed is in respect of necessary work, properly performed, or to be properly performed, in the conduct of the Liquidation.

2 EXECUTIVE SUMMARY

Below is a summary of the total remuneration incurred and approved to date in respect of the Liquidation:

| Past remuneration approved: | Amount Approved (\$, ex GST) |
|-------------------------------------|------------------------------|
| 23 October 2019 to 5 November 2019 | 6,020.50 |
| 23 October 2019 to 30 November 2019 | 66,130.50 |
| 1 December 2019 to 20 January 2020 | 45,363.00 |
| 21 January 2020 to Conclusion | 45,000.00 |
| Total | \$162,514.00 |

This remuneration report details approval sought for the following fees:

| Current remuneration approval sought: | Report Ref | Amount (\$, ex GST) |
|---|------------|---------------------|
| Resolution [1]: <i>Additional Remuneration for the period 21 January 2020 to 14 July 2020</i> | 4 | \$86,183.50 |
| Resolution [2]: <i>For the period 15 July 2020 to conclusion of the Liquidation</i> | 4 | \$65,000.00 |
| Total | | \$151,183.50 |

Please refer to report section references detailed above for full details of the calculation and composition of the remuneration approval sought.

I note that the total fee approvals sought exceeds the estimate of costs of \$70,000.00 (ex GST) provided my the Initial Remuneration Notice dated 6 November 2019 and has further exceeded the additional remuneration subsequently sought and approved by creditors on 10 February 2020. Further

unanticipated tasks were required to be completed post this further approval, which are summarised as follows:

- Following closure and bump out of Banksy, this office received various resulting creditor invoices/claims, one of which was ultimately determined to be a cost of the Administration and which required further unanticipated inquiry;
- The accounting for Banksy was much more involved and complex than was originally anticipated, and required a significant level of interpretation and assumptions to be made. This was a necessarily thorough and time consuming process;
- The information which precipitated my further review of the Company's date of insolvency was not available at the time of issuing my Statutory Report and it could not have reasonably been predicted that this information would be forthcoming;
- Following on from the point above, it was necessary to conduct further analysis in respect of insolvent trading and subsequently quantify the insolvent trading claim against the Company's Director – again this further work could not have been anticipated at the time of issuing my statutory report;
- There has been excess time spent attending to inward and outward correspondence with TRNT as to its claim, and I note that global COVID-19 limitations have caused a delay in TRNT providing specific documentation required to be submitted in support of its formal claim;
- At the time of issuing my statutory report, I was not aware of McArthur's claim against the Company and I could not have reasonably predicated the level of correspondence which has ensued between this office, McArthur and TEG.

3 DESCRIPTION OF WORK COMPLETED

| | | | | | |
|---------------------|---|--------------|------------|---------------------------|------------|
| Company | Lunchbox Theatrical Productions Pty Ltd (In Liquidation) | Period From | 21/01/2020 | To | 14/07/2020 |
| | Practitioner | Peter Krejci | Firm | BRI FERRIER (NSW) PTY LTD | |
| Administration Type | Creditors' Voluntary Liquidation | | | | |

3.1 REMUNERATION FOR THE PERIOD 21 JANUARY 2020 TO 14 JULY 2020

| Task Area | General Description | Includes |
|--|------------------------------|--|
| Creditors 18.4 Hours \$8,915.00 (excl. GST) | Creditor Enquiries | <p>Receive and respond to creditor enquiries</p> <p>Various discussions with TEGL in relation to Banksy creditors</p> <p>Reviewing documentation regarding Royal National Theatre's ("RNT") claim.</p> <p>Liaising with Hall & Wilcox Solicitors in relation to RNT's claim.</p> <p>Drafting of correspondence in reply to RNT, McArthur and TEG Live Pty Ltd ("TEGL") enquiries.</p> |
| | Dealing with Creditor Claims | <p>Receipting and filing PODs</p> <p>Requested further and better particulars of the claim from TRNT</p> <p>Liaising with Hall & Wilcox Solicitors in relation to RNT's claim.</p> <p>Liaising with R Thompson, legal counsel for RNT in relation to RNT's claim, nature, quantum, etc.</p> <p>Considering formal correspondence in from RNT's in house counsel in relation to RNT's claim, issues with same, etc.</p> <p>Reviewing RNT's claim in detail and seeking & considering advice regarding same, based on United Kingdom case law.</p> <p>Various related correspondences and communications with M Scott & M Petrucco of Hall & Wilcox regarding RNT claim.</p> <p>Numerous correspondences and communications with M Mullins of McArthur in relation to McArthur's claim against TEGL or the Company.</p> <p>Attend to inward correspondence and communications from M Mullins of McArthur relating to McArthur's revised claim against the Company for labour hire services provided for Banksy & revert seeking to obtain substantiating documents for same.</p> |

| Task Area | General Description | Includes |
|---|--------------------------|--|
| | Creditor Reporting | Attend to preparing statutory report to creditors, including all annexures. |
| | Meeting of Creditors | <p>Preparation of meeting notices, proxies and advertisements</p> <p>Forward notice of meeting to all known creditors</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>Preparation and lodgement of minutes of meetings with ASIC</p> <p>Responding to stakeholder queries and questions immediately following the meeting</p> |
| Employees 0.7 Hours \$281.00 (excl. GST) | Employees enquiry | Attend to inward employee enquiries, namely in relation to unpaid superannuation and other entitlements & information requests relating to payment summaries, etc. |
| Investigation 63.1 Hours \$29,926.50 (excl. GST) | Conducting investigation | <p>Collection of further Company books and records</p> <p>Reviewing Company's records received from Director and external accountant</p> <p>Liaising with external accountant regarding issues accessing QuickBooks file</p> <p>Requested various financial management account reports from the QuickBooks file</p> <p>Research and media reports on related entities</p> <p>Review and preparation of narrative of business nature and history</p> <p>Liaising with Director and external accountant regarding Company's records and corresponding specific queries.</p> <p>Reviewing Company's records received from Director</p> <p>Correspondence with Director regarding statutory forms for completion</p> |

| Task Area | General Description | Includes |
|------------------|-------------------------------------|---|
| | | <p>Discussions with Director and external accountant regarding background of Company</p> <p>Requesting access to Company's management accounts</p> <p>Reviewing contracts, documentation and accounting provided in respect of the Banksy Exhibition</p> <p>Liaising with TEG regarding the Company's position with the Banksy Exhibition</p> |
| | Further Solvency Review | <p>Attend to further review of the Company's financial position based on new information received.</p> <p>Settle updated date of insolvency and document same in the form of a detailed file note.</p> |
| | Further Preference Review | <p>Attend to further review of the Company's banking records, given the revised of date of insolvency and therefore relevant period.</p> <p>Update preference review working papers and document conclusions.</p> |
| | Preference Payments Recovery Action | <p>Locate and collate relevant documents which support significant preference claim against statutory creditor.</p> <p>Complete preference claim form as required by the statutory creditor, including aforementioned supporting documents.</p> <p>Submit preference claim form and annexures & subsequently attend to email correspondences with representative for statutory creditor.</p> <p>Locate further documentary evidence required by statutory creditor and revert.</p> <p>Liaise with Director in relation to AMEX facility operated by him for the benefit of the Company, relevant to the preference claim.</p> |
| Trade On 65.7 | Trade on Management | <p>Various correspondences and communications with representatives of TEG in relation to The Art of Banksy ("Banksy") Accounting and final position.</p> |

| Task Area | General Description | Includes |
|--|--|--|
| \$31,934.00 (excl. GST) | | <p>Correspondence and communications with staff members of TEGL in relation to obtaining documents to support all income/expenses regarding Banksy for purpose of completing final accounting for same.</p> <p>Reviewing relevant agreements between the Company and TEGL and addendums to same to determine responsibilities of the Company and TEGL in relation to finalising Banksy affairs generally.</p> <p>Various correspondences and communications with M Mullins & other McArthur staff in relation to circumstances of McArthur engagement, including party who commissioned the services which McArthur provided & seek to ascertain any relevant agreement/engagement document.</p> <p>Preparation of detailed accounting document and compilation of annexures in support of same.</p> <p>Revisions to aforementioned accounting document following receipt of further records.</p> <p>Attend to discussions with Hall & Wilcox in relation to finalised Banksy accounting.</p> <p>Liaising with deemed post-appointment creditor of the Company resulting from Banksy and settling debt due to it, including documenting this position.</p> |
| Administration 41.3 Hours \$13,862.50 (excl. GST) | Correspondence | |
| | Document maintenance/file review/checklist | Updating job checklists Preparing physical folders Filing of documents |
| | Bank account administration | Reconciling bank account. |
| | ASIC Forms | Preparing and lodging ASIC forms including 5011, 5022, 5601, etc. |

| Task Area | General Description | Includes |
|--|---------------------|---|
| | Planning / Review | Discussions regarding status of administration |
| Assets 2.9 Hours \$1,264.50 (excl. GST) | Asset Recoveries | Consider inward correspondence from Office of State Revenue ("OSR") Western Australia ("WA") in relation to refund due to Company and revert. Subsequent banking of OSR WA refund (cheque). |
| Total Hours: 192.1 Hours Total: \$86,183.50 (excl. GST) | | |

4 CALCULATION OF REMUNERATION

| Lunchbox Theatrical Productions Pty Ltd (In Liquidation) ACN 109 871 758 For the Period 21 January 2020 to 14 July 2020 | | | | | | | | | | | | | | | | |
|---|-------------------|-------------------|----------------|-----------|--------|----------|-----------|----------|-----------|--------|---------------|-----------|----------|-----------|-------------------|-----------|
| Staff Classification | Name | Hourly Rate \$ | Administration | | Assets | | Creditors | | Employees | | Investigation | | Trade On | | Total | |
| | | | Hrs | \$ | Hrs | \$ | Hrs | \$ | Hrs | \$ | Hrs | \$ | Hrs | \$ | Hrs | \$ |
| Appointee | Peter Krejci | 680.00 | 1.2 | 816.00 | - | - | - | - | - | - | 13.2 | 8,976.00 | 5.3 | 3,604.00 | 19.7 | 13,396.00 |
| Principal | John Keenan | 650.00 | 0.8 | 520.00 | 0.7 | 455.00 | 7.6 | 4,940.00 | - | - | 7.9 | 5,135.00 | 15.7 | 10,135.00 | 32.7 | 21,185.00 |
| Director | Paul Croft | 570.00 | - | - | - | - | - | - | - | - | - | - | 14.6 | 7,373.00 | 14.6 | 7,373.00 |
| Manager | Katherine La | 505.00 | 1.9 | 959.50 | 0.7 | 353.50 | 0.6 | 303.00 | 0.2 | 101.00 | 10.3 | 5,201.50 | - | - | 13.7 | 6,918.50 |
| Senior 1 | Luke O'Connor | 360.00 | 23.4 | 8,424.00 | 0.3 | 108.00 | 10.2 | 3,672.00 | 0.5 | 180.00 | 20.3 | 7,308.00 | 29.9 | 10,764.00 | 84.6 | 30,456.00 |
| Senior 2 | Chris Garvey | 290.00 | 3.1 | 899.00 | 1.2 | 348.00 | - | - | - | - | 11.4 | 3,306.00 | 0.2 | 58.00 | 15.9 | 4,611.00 |
| Senior Administration | Jessica Mula | 220.00 | 1.0 | 220.00 | - | - | - | - | - | - | - | - | - | - | 1.0 | 220.00 |
| Senior Administration | Sonia Stelmach | 220.00 | 1.6 | 352.00 | - | - | - | - | - | - | - | - | - | - | 1.6 | 352.00 |
| Senior Administration | Ashleigh Hartigan | 220.00 | 6.1 | 1,342.00 | - | - | - | - | - | - | - | - | - | - | 6.1 | 1,342.00 |
| Senior Administration | Sarita Gurung | 150.00 | 2.2 | 330.00 | - | - | - | - | - | - | - | - | - | - | 2.2 | 330.00 |
| Grand Total | | | 41.3 | 13,862.50 | 2.9 | 1,264.50 | 18.4 | 8,915.00 | 0.7 | 281.00 | 63.1 | 29,926.50 | 65.7 | 31,934.00 | 192.1 | 86,183.50 |
| | | | | | | | | | | | | | | | GST | 8,618.35 |
| | | | | | | | | | | | | | | | Total (incl. GST) | 94,801.85 |
| Average rate per hour | | | | 335.65 | 436.03 | | 484.51 | | 401.43 | | 474.27 | | 486.06 | | 448.64 | |

5 DESCRIPTION OF WORK TO BE COMPLETED

| | | | | | |
|---------------------|---|-------------|---------------------------|----|------------|
| Company | Lunchbox Theatrical Productions Pty Ltd (In Liquidation) | Period From | 15/07/2020 | To | Conclusion |
| Practitioner | Peter Krejci | Firm | BRI FERRIER (NSW) PTY LTD | | |
| Administration Type | Creditors' Voluntary Liquidation | | | | |

5.1 REMUNERATION FOR THE PERIOD 15 JULY 2020 TO CONCLUSION

| Task Area | General Description | Includes |
|--|---------------------|---|
| Assets \$5,000.00 (excl. GST) | Other Assets | Recovering cash at bank |
| | Debtors | Obtain further advice from Hall & Wilcox in relation to operation of co-promotion agreement regarding Banksy based on final accounting for same. Liaising with TEGl in relation to settled Banksy accounting and resulting issues, including McArthur Position. Discussions with Director regarding the Banksy Exhibition Obtain any further relevant advice from Hall & Wilcox. |
| Creditors \$15,000.00 (excl. GST) | Creditor Enquiries | Receive and follow up creditor enquiries by telephone. Review and prepare correspondence to creditors and their representatives by facsimile, email and post. |

| Task Area | General Description | Includes |
|---|-----------------------------|--|
| | Creditor reports | Preparing and issuing general report to creditors, including relevant annexures. Preparing further general reports to creditors, if necessary. |
| | Dealing with proofs of debt | Receipting and filing Proofs of Debt. Corresponding with OSR and ATO regarding Proofs when not related to a dividend. |
| | Proposals to Creditors | Preparing proposal notices and voting forms Forward notice of proposal to all known creditors, if relevant. Reviewing votes and determining outcome of proposal, if relevant. Preparation and lodgement of proposal outcome, if relevant. |
| Employees \$5,000.00 (excl. GST) | Employees enquiry | Receive and follow up employee enquiries by telephone. Maintain employee enquiry register. Review and prepare correspondence to employees regarding termination. |
| | Calculation of entitlements | Review of employee entitlements Reviewing employee files and Company's books and records. Reconciling superannuation accounts. Reviewing awards. |

| Task Area | General Description | Includes |
|---|--|---|
| Investigation \$30,000.00 (excl. GST) | Conducting investigation | Collection of further Company books and records Reviewing further Company's books and records Liaising with pre-appointment accountant Review and preparation of narrative of business nature and history Review of specific transactions and liaising with directors regarding certain transactions Liaising with directors regarding certain transactions Preparation of investigation file Lodgement of investigation with the ASIC Preparation and lodgement of supplementary report, if required |
| | ASIC reporting | Preparing statutory investigation reports Liaising with ASIC |
| | Recovery Action – Insolvent Trading | Launch insolvent trading claim recovery action against director and shareholder if deemed commercial to do so. Consider obtaining legal representation in this regard, if deemed commercial to do so. |
| | Recovery Action – Preference Claim | Continue pursuing recovery of significant statutory preference claim recovery. Liaise with statutory creditor and respond to any further requests for further information/documentary evidence. Consider obtaining legal representation in this regard, if deemed commercial to do so. |
| Administration \$10,000.00 (excl. GST) | Correspondence | General correspondence with stakeholders |
| | Document maintenance/file review/checklist | Periodic administration reviews Filing of documents Updating job checklists File reviews |
| | ASIC Forms | Preparing and lodging ASIC forms including 5011, 5022, 5602, 5603 etc. |

| Task Area | General Description | Includes |
|---------------------------------------|-----------------------------|--|
| | Bank account administration | Preparing correspondence closing accounts Preparing receipt and payment vouchers Bank account reconciliations |
| | Finalisation | Notifying ATO of finalisation Cancelling ABN / GST / PAYG registration Completing checklists Finalising WIP |
| | Books and records / storage | Dealing with records in storage Sending job files to storage |
| | Planning / Review | Discussions regarding status of liquidation |
| Total: \$75,000.00 (excl. GST) | | |

6 STATEMENT OF REMUNERATION CLAIM

By Resolution, I will be seeking approval from the creditors for the following resolutions:

Resolution 1: Liquidator's Remuneration for the period 21 January 2020 to 14 July 2020

"That the additional remuneration of the Liquidator, his partners and staff for the period 21 January 2020 to 14 July 2020, not previously approved by creditors, be calculated on a time basis in accordance with the rates of charge annexed to the Liquidator's Report to Creditors dated 16 July 2020 to \$86,183.50, plus GST, and that the Liquidator be authorised to draw that amount".

Resolution 2: Liquidator's Remuneration for the period 15 July 2020 to Conclusion

"That the remuneration of the Liquidator, his partners and staff for the period 15 July 2020 to the conclusion of the Liquidation, be calculated on a time basis in accordance with the rates of charge annexed to the Liquidator's Report to Creditors dated 16 July 2020, and approved to an interim cap of \$65,000.00 (plus GST) and that the Liquidator be authorised to draw that amount as and when incurred."

At this time, I do not anticipate seeking approval for any further remuneration other than as set out in this report. Should further issues arise as a result of my investigations and I wish to seek further remuneration then I will be required to convene a meeting of the creditors and present a report detailing the remuneration sought and explaining the additional work that was necessarily performed.

7 LIKELY IMPACT ON DIVIDENDS

The Liquidator is entitled to be fairly remunerated for undertaking statutory and other duties, including reporting obligations in acting as a Liquidator. The remuneration and disbursements of the Liquidator have a priority ranking ahead of creditors.

I am unable to pay my remuneration without the approval of the Committee of Inspection (if one has been appointed), Creditors, or the Court. Approval by Creditors is efficient and timely, and is less costly than an application to the Court.

However, any dividend will ultimately be impacted by the realisations achieved by the Liquidator and the value of creditor claims admitted to participate in the dividend. The likely impact of approval of remuneration and disbursements on dividends to creditors is that it will reduce such dividends.

8 REMUNERATION RECOVERABLE FROM EXTERNAL SOURCES

I advise that to date, I have not recovered any remuneration from external sources.

9 DISBURSEMENTS

Disbursements are divided into three types:

- Externally provided professional services - these are recovered at cost. An example of an externally provided service disbursement is legal fees.
- Externally provided non-professional costs such as travel, accommodation and search fees. These are recovered at cost.
- Internal disbursements such as photocopying, printing and postage. These disbursements, if charged to the Administration, would generally charge at cost; though some expenses such as telephone calls, photocopying and printing may be charged at a rate which recoups both variable and fixed costs. The recovery of these costs must be on a reasonable commercial basis.

Creditors have previously approved payment of my disbursements in the amount of \$4,500.00 of which I have drawn \$617.10 to date. I do not intend to seek further approval in this regard at this time.

| Disbursement Type | Rate (excl GST) |
|--|---|
| Externally provided professional services | At cost |
| Externally provided non-professional costs | At cost |
| Internal disbursements | |
| Faxes and Photocopying | \$0.25 per page |
| Postage | At cost |
| Staff vehicle use | In accordance with ATO mileage allowances |

10 SUMMARY OF RECEIPTS AND PAYMENTS

Attached to the report is a summary of the receipts and payments in the administration to date.

11 QUERIES & INFORMATION SHEET

The above information is provided to assist creditors with the appropriateness of the remuneration claims that are being made.

Creditors should contact the Liquidator's office to seek further information concerning the remuneration claimed if they so require.

The Australian Restructuring, Insolvency and Turnaround Association ("ARITA") has produced a document entitled "Creditors Information Sheet: Approving Remuneration in External Administrations" which can be downloaded from the ARITA website, www.arita.com.au, or can be obtained from this office.

The logo for BRI Ferrier, featuring the text "BRI Ferrier" in white on a dark grey rectangular background. A green diagonal stripe is on the right side of the rectangle.

BRI Ferrier

**Lunchbox Theatrical
Productions Pty Ltd
(In Liquidation)
ACN 109 871 758**

**Annexure "6"
Advice to Creditors About
Remuneration**

ADVICE TO CREDITORS ABOUT REMUNERATION

Insolvency Practice Schedule (Corporations) 70-50
Insolvency Practice Rules (Corporations) 70-35

Lunchbox Theatrical Productions Pty Ltd (In Liquidation) ACN 109 871 758 ("the Company")

A REMUNERATION METHOD

There are four methods for calculation of remuneration that can be used to calculate the remuneration of an Insolvency Practitioner. They are:

- Time based / hourly rates or "Time Cost"

This is the most common method. It provides for remuneration to be charged at an hourly rate for each person working on the matter. The hourly rate charged will reflect the level of experience each person has.

- Fixed Fee

The total remuneration for the administration is quoted at commencement of the appointment and is the total charge for the administration. Sometimes a practitioner will finalise an administration for a fixed fee.

- Percentage

The remuneration for the appointment is based on a percentage of a particular variable, such as the gross proceeds of asset realisations.

- Contingency

The total remuneration for the matter is structured to be contingent on a particular outcome being achieved.

B METHOD CHOSEN

BRI Ferrier normally charges to use a Time Cost basis, because:

- It is often difficult to estimate accurately the likely cost of undertaking an appointment, as appointments differ in unforeseeable ways as to their factual or legal complexity;
- The Time Cost method reflects the opportunity cost to BRI Ferrier of the use of staff on a particular engagement
- The Time Cost method reflects the extent of work undertaken, reflecting in turn the nature of the appointment
- The Time Cost method can be applied equally to all aspects of an appointment, while percentage or contingent remuneration normally only reflect parts of an appointment, such as the recovery of

assets. Our duties include activities, such as reporting to creditors and ASIC, that do not directly yield asset recovery, while contributing to the overall return to creditors.

BRI Ferrier reviews its hourly rates every twelve months. The hourly rates quoted below remain current until 30 June 2020. At this time BRI Ferrier may increase the hourly rates charged for work performed past that date. If hourly rates are increased, I will seek approval from creditors.

C EXPLANATION OF HOURLY RATES

The rates applicable are set out in the table on the following page together with a general guide to the qualifications and experience of staff engaged in administration and the role they undertake in the administration. The hourly rates charged encompass the total cost of providing professional services and are not comparable to an hourly wage rate.

HOURLY RATES

| Title | Description | Rate (excl GST) |
|-----------------------|---|--------------------|
| Appointee | A Liquidator and/or Registered Trustee. A senior accountant with over 10 years' experience who brings specialist skills & experience to the appointment. Leads the team carrying out the appointment. | \$680 |
| Principal | A Registered Liquidator. A senior accountant with over 10 years' experience. Leads the team carrying out and controls all aspects of an appointment. | \$650 |
| Director | An accountant with more than 10 years' experience. May be a Liquidator. Fully qualified and able to control all aspects of an appointment. May have specialist industry knowledge or skills. Assists with all facets of appointment. | \$570 |
| Senior Manager | An accountant with more than 7 years' experience. Qualified and answerable to the Team Leader. Self-sufficient in completing and planning all aspects of large appointments. | \$525 |
| Manager | An accountant with more than 6 years' experience. Typically qualified with well-developed technical and commercial skills. Controls and plans all aspects of medium to larger appointments, reporting to Team Leader. | \$505 |
| Supervisor | An accountant with more than 4 years' experience. Typically qualified with sound knowledge of insolvency principles and developing commercial skill. Assists to plan and control specific tasks on medium to larger appointments. Often undertaking post qualification study specialising in Insolvency and Reconstruction. | \$420 |
| Senior 1 | An accountant with more than 2 years' experience. Typically a graduate undertaking study leading to professional qualification as a Chartered Accountant or CPA. Able to complete work on appointments with limited supervision. | \$360 |
| Senior 2 | An accountant with more than 2 years' experience. Typically a graduate who has commenced study leading to professional qualifications. Able to complete many tasks on medium to large appointments under supervision. | \$290 |
| Intermediate 1 | An accountant with less than 2 years' experience. Typically a graduate and commenced study for qualifications. Able to complete multiple tasks on smaller to medium appointments under supervision. | \$260 |
| Intermediate 2 | An accountant with less than 1 years' experience. A trainee undertaking degree with an accountancy major. Assists in the appointment under supervision. | \$235 |
| Senior Administration | Appropriately skilled & undertakes support activities including but not limited to treasury, word processing and other administrative, clerical and secretarial tasks. | \$220 |
| Junior Administration | Appropriately skilled & undertakes support activities including but not limited to treasury, word processing and other administrative, clerical and secretarial tasks. | \$150 |

E DISBURSEMENTS

Disbursements are divided into three types:

- Externally provided professional services - these are recovered at cost. An example of an externally provided service disbursement is legal fees.
- Externally provided non-professional costs such as travel, accommodation and search fees. These are recovered at cost.

- Internal disbursements such as photocopying, printing and postage. These disbursements, if charged to the Administration, would generally be charged at cost; though some expenses such as telephone calls, photocopying and printing may be charged at a rate which recoups both variable and fixed costs. The recovery of these costs must be on a reasonable commercial basis.

I am not required to seek creditor approval for disbursements paid to third parties, but must account to creditors. However, I must be satisfied that these disbursements are appropriate, justified and reasonable.

I am required to obtain creditor's consent for the payment of internal disbursements. Creditors will be asked to approve my internal disbursements prior to these disbursements being paid from the administration.

Details of the basis of recovering disbursements in this administration are provided below.

| Disbursement Type | Rate (excl GST) |
|--|---|
| Externally provided professional services | At cost |
| Externally provided non-professional costs | At cost |
| Internal disbursements | |
| Faxes and Photocopying | \$0.25 per page |
| Postage | At cost |
| Staff vehicle use | In accordance with ATO mileage allowances |

The logo for BRI Ferrier, featuring the text "BRI Ferrier" in white on a dark grey rectangular background. A green triangle is positioned at the bottom right corner of the rectangle.

BRI Ferrier

**Lunchbox Theatrical
Productions Pty Ltd
(In Liquidation)
ACN 109 871 758**

**Annexure "7"
Summary of Receipts and Payments**

Summarised Receipts & Payments

Lunchbox Theatrical Productions Pty. Ltd.

(In Liquidation)

Transactions From 23 October 2019 To 14 July 2020

| A/C | Account | Net | GST | Gross |
|--|------------------------------------|---------------------|--------------------|-----------------------|
| 1 | Sales | 147,517.15 | 14,751.71 | 162,268.86 |
| 29 | Sundry Banking Adjustment | 1,624.70 | 0.00 | 1,624.70 |
| 72 | Sundry Debtors (B) | 773,988.45 | 0.00 | 773,988.45 |
| 74 | Cash at Bank | 6,832.27 | 0.00 | 6,832.27 |
| 79 | Pre-appt OSR payroll tax refund | 1,523.39 | 0.00 | 1,523.39 |
| 89 | Contribution to Liquidator's Costs | 40,000.00 | 0.00 | 40,000.00 |
| 233 | GST Clearing Account | 27,802.00 | 0.00 | 27,802.00 |
| Total Receipts (inc GST) | | \$999,287.96 | \$14,751.71 | \$1,014,039.67 |
| 36 | Insurance | 250.00 | 25.00 | 275.00 |
| 52 | Sub-Contractors | 22,344.00 | 2,234.40 | 24,578.40 |
| 58 | Banksy Exhibition Costs (No GST) | 138,200.14 | 0.00 | 138,200.14 |
| 59 | Banksy Exhibition Costs (GST) | 276,227.00 | 27,622.70 | 303,849.70 |
| 132 | Bank Charges | 75.10 | 0.00 | 75.10 |
| 139 | Legal Fees (1) | 19,628.30 | 1,962.83 | 21,591.13 |
| 140 | Legal Fees (2) (no GST) | 34.00 | 0.00 | 34.00 |
| 152 | Liquidators Remuneration | 162,514.00 | 16,251.40 | 178,765.40 |
| 153 | Liquidators Expenses | 703.10 | 70.31 | 773.41 |
| Total Payments (inc GST) | | \$619,975.64 | \$48,166.64 | \$668,142.28 |
| Balance in Hand - By Bank Account | | | | |
| 212 | Cheque Account | | | 345,897.39 |
| | | | | \$345,897.39 |