

discretions and the performance of their duties, obligations and responsibilities as Trustees under this Deed.

7.5 Superannuation Debts not Admissible

If the Trustees determine that the whole of a Claim is, save for this clause, otherwise admissible to proof under the terms of this Deed by virtue of being by way of a superannuation contribution, such Claim is not admissible proof if:

- (a) a debt by way of superannuation guarantee charge:
 - (i) has been paid and to that extent only or
 - (ii) is or is to be, admissible to proof under this Deed; and
- (b) the Trustees are satisfied that the superannuation guarantee charge is attributable to the whole of that Claim.

For the purposes of this clause "superannuation contribution" has the meaning given in section 556 of the Act.

7.6 Creditors' costs and expenses

Any costs and expenses incurred by a Creditor in asserting a Claim under this Deed will be borne by that Creditor and will not form part of that Creditor's Claim under this Deed.

7.7 Abandonment of Claims

A Creditor will have abandoned, and will be taken for all purposes to have abandoned, all Claims and all other entitlements (if any) in the Trust Fund:

- (a) which are not the subject of a proof lodged with the Deed Administrators or the Trustees in the form required by the Trustees prior to the declaration of a Final Dividend; or
- (b) which have been rejected by the Trustees and which are not the subject of any appeal or application to the Court within the time allowed under clause 7.3(e).

7.8 Discharge of Claims

All persons having a Claim must accept their Admitted Claims under this Deed (if any) in full satisfaction and complete discharge of all claims which they have or claim to have against the Trustees or the Trust Fund and each of them will, if called upon to do so, execute and deliver to the Trustees such forms of release of any such claim as the Trustees require.

7.9 Claims extinguished

On payment of the Final Dividend to the Trust Creditors from the Trust Fund, all Claims against the Trust Fund are extinguished and each Creditor (including the Secured Creditor) will, if called upon to do so, execute and deliver to the Trustees such forms of release of any Claim as the Trustees require.

7.10 Bar

After distribution of the Final Dividend from the Trust Fund, the Trustees may plead this Deed in bar to any Claim.

7.11 Subordinated Creditors

The Subordinated Creditors are not entitled to participate in or receive any distribution from, and will not prove to recover any Claim for the purposes of, and in relation to, the Trust Fund.

8. Meetings of Creditors

The Trustees may at any time convene a meeting of Creditors and except to the extent (if any) they are excluded or modified by or are inconsistent with the terms of this Deed, regulations 5.6.11 to 5.6.36A of the Regulations apply, with such modifications as are necessary, to meetings of the Creditors as if the references to the liquidator, the liquidator or provisional liquidator, the liquidator, provisional liquidator or chairperson, or a liquidator, provisional liquidator or trustee for debenture holders, as the case may be, were references to the Trustees.

9. Remuneration

9.1 Remuneration of Trustees

The Trustees:

- (a) are to be remunerated at the usual rates charged from time by Hayes Advisory (which are, at the date of this Deed, the Scheduled Rates) in respect of any work done by the Trustees, and any partner or employee of the Trustees, in connection with:
 - (i) the calling for and adjudicating upon proofs of Claims;
 - (ii) the distribution of the Trust Fund;
 - (iii) the exercise of their powers and discretions and performance of their duties, obligations and responsibilities as Trustees under this Deed; and
- (b) acknowledge that the Trustees' Costs, including costs, charges and expenses (including those incurred in connection with advisers) incurred in connection with the foregoing, including any stamp duty payable by them in respect of this Deed will be payable from the Trust Fund.

10. Indemnity

10.1 Indemnity

The Trustees, Administrators and Deed Administrators are entitled to be indemnified out of the Trust Fund for:

- (a) all actions, suits, proceedings, accounts, claims and demands arising out of or relating to this Deed which may be commenced, incurred by or made on them by any person and against all costs, charges and expenses incurred by them in respect of them, provided that they shall not be entitled to an indemnity in respect of any liabilities or demands to the extent that the indemnification contravenes the Act or the Trustee Act or if they, or any partner, employee, authorised agent or delegate of them, have acted grossly negligently, in breach of fiduciary duty or in breach of trust;
- (b) Deed Administrators' Costs and the Remuneration payable pursuant to the Act, the DOCA and this Deed; and

- (c) Trustee's remuneration costs and expenses as referred to in clause 9.1

10.2 Continuing indemnity

This indemnity takes effect on and from the Commencement Date and will be without limitation as to time and will operate notwithstanding the removal of the Trustees (or either of them) and the appointment of new trustees or the termination of this Trust for any reason whatsoever.

10.3 Indemnity not to be affected or prejudiced

The indemnity under clause 10.1 will not:

- (a) be affected, limited or prejudiced in any way by any irregularity, defect or invalidity in the appointment of the Trustees, Administrators or Deed Administrators and will extend to all actions, suits, proceedings, accounts, liabilities, claims and demands arising in any way out of any defect in the appointment of them. the approval and execution of this Deed or otherwise; or
- (b) affect or prejudice all or any rights that the Trustees, Administrators or Deed Administrators may have against any other person to be indemnified against the costs, charges, expenses and liabilities incurred by them of or incidental to the exercise or performance of any of the powers of authorities conferred on them by this Deed, the DOCA, the Act or otherwise.

11. Liability

11.1 Exclusion of liability

- (a) The Trustees, and the Trustees' partners and employees, are not liable for any loss or damage occasioned to the Trust Property or to any person by:
 - (i) the exercise of any discretion or power conferred by this Deed or by law on the Trustees or any delay or failure to exercise any of those discretions or powers;
 - (ii) any breach of duty or trust, unless it is proved to have been committed, made or omitted in personal, conscious and fraudulent bad faith by the Trustees, partner or employee; or
 - (iii) any disclosure by the Trustees or the officer of any document, matter or thing relating to the Trust, the Trust Property or any Trust Creditor.
- (b) All persons claiming any interest in the Trust Property must be treated as taking it with and subject to notice of the protection conferred by this clause 10.

11.2 Proceedings against co-trustee

The Trustees are not bound to take any proceeding against a co-trustee for any breach or alleged breach of trust committed by the co-trustee.

11.3 Reliance on advice

Where the Trustees act in reliance upon the advice of any solicitor instructed on behalf of the Trust in relation to the interpretation of the provisions of this Deed or any document or statute or any matter concerning the administration of the Trust, the Trustees are not liable to any person in respect of any act done or omitted to be done by the Trustees in accordance with the advice.

12. Trustees' Resignation

Any Trustee may resign at any time by giving not less than 28 days' prior written notice to Trust Creditors in which event the Trustees must:

- (a) convene a meeting of Trust Creditors in accordance with clause 7 of this Deed for the purpose of nominating a replacement trustee;
- (b) assign to a replacement trustee nominated by the Trust Creditors the Trustees' rights, title and benefit under this Deed; and
- (c) do all things reasonably necessary to effect the assignment referred to in clause 12.(b).

13. Trustees Not Obligated to Take Action

The Trustees will not be obliged to take any action under this Deed until such time as there are sufficient funds in hand to pay their remuneration, costs, fees and expenses.

14. Termination

14.1 Termination of the Trust

This Trust will terminate and the Trustees will resign as soon as reasonably practicable:

- (a) after distribution of the Final Dividend from the Trust Fund; or
- (b) upon the expiry of the perpetuity period referred to in clause 6, whichever occurs first.

14.2 Meeting of Trust Creditors

The Trustees must convene a meeting of Trust Creditors to consider a resolution to vary this Deed or terminate the Trust if:

- (a) at any time prior to the termination of the Trust, the Trustees determine that it is no longer practicable or desirable to continue to implement or carry out this Deed; or
- (b) the Court so orders.

14.3 Termination of the Trust by Court order and Trust Creditors' resolution

This Trust will terminate if:

- (a) a Court so orders; or
- (b) the Trust Creditors pass a resolution terminating this Trust at a meeting duly convened pursuant to clause 14.2.

In that event, any remaining part of the Trust Fund must be immediately refunded to the MHG, but only after first satisfying the indemnities provided to the Administrators, Deed Administrators and Trustees in this Deed and shall not be available for distribution to Trust Creditors.

14.4 Report to Trust Creditors

Upon a meeting being convened pursuant to clause 14.2, the Trustees must send each Trust Creditor prior to the meeting a report as to the state of affairs of the Trust accompanied by such financial statements as the Trustees think fit. The report must include:

- (a) a statement explaining the circumstances which have caused the Trustees to convene the meeting pursuant to clause 14.2; and
- (b) a statement that this Trust will be terminated if the Trust Creditors so resolve.

14.5 Previous operation of this deed preserved

The termination or avoidance, in whole or in part, of this Trust does not affect the efficacy of any act done prior to the termination or avoidance.

14.6 Variation of Deed

This Deed may be varied with the consent of the Trustees by resolution passed at a meeting of Trust Creditors by a majority of Trust Creditors in number and in value. but only if the variation is not materially different from the proposed variation set out in the notice of that meeting.

15. General

15.1 Invalidity and enforceability

- (a) If any provision of this Deed is invalid under the law of any jurisdiction the provision is enforceable in that jurisdiction to the extent that it is not invalid, whether it is in severable terms or not.
- (b) Clause 15.1(a) does not apply where enforcement of the provision of this Deed in accordance with clause 15.1(a) would materially affect the nature or effect of the parties' obligations under this Deed.

15.2 Waivers

No party to this deed may rely on the words or conduct of any other party as a waiver of any right unless the waiver is in writing and signed by the party granting the waiver.

The meanings of the terms used in this clause 15.2 are set out below.

conduct - includes delay in the exercise of a right

right - any right arising under or in connection with this Deed and includes the right to rely on this clause.

waiver - includes an election between rights and remedies, and conduct which might otherwise give rise to an estoppel

15.3 Counterparts

- (a) This Deed may be executed in any number of counterparts.
- (b) All counterparts, taken together, constitute one instrument.

- (c) A party may execute this deed by signing any counterpart.

15.4 Governing law

This Deed is governed by the law in force in the State of New South Wales.

15.5 Further action to be taken at each party's own expense

Each party must, at its own expense, do all things and execute all documents necessary to give full effect to this deed and the transactions contemplated by it.

15.6 Entire agreement

This Deed states all the express terms agreed by the parties in respect of its subject matter. It supersedes all prior discussions, negotiations, understandings and agreements in respect of its subject matter.

15.7 No reliance

No party has relied on any statement by any other party not expressly included in this Deed.

15.8 Relationship of the parties

Nothing in this Deed gives a party authority to bind any other party in any way.

15.9 Exercise of rights

- (a) Unless expressly required by the terms of this Deed, a party is not required to act reasonably in giving or withholding any consent or approval or exercising any other right, power, authority, discretion or remedy, under or in connection with this Deed
- (b) A party may (without any requirement to act reasonably) impose conditions on the grant by it of any consent or approval, or any waiver of any right, power, authority, discretion or remedy, under or in connection with this Deed. Any conditions must be complied with by the party relying on the consent, approval or waiver.

15.10 Stamp duty

Any stamp duty assessed on this Deed is to be paid out of the Trust Fund.

16. Notices

16.1 Form of Notice

A notice or other communication to a party under this Deed (Notice) must be:

- (a) in writing and in English and signed by or on behalf of the sending party; and
- (b) addressed to that party in accordance with the details nominated in Schedule 2 (or any alternative details nominated to the sending party by Notice).

16.2 How Notice must be given and when Notice is received

- (a) A Notice must be given by one of the methods set out in the table below.
- (b) A Notice is regarded as given and received at the time set out in the table below.

However, if this means the Notice would be regarded as given and received outside the period between 9.00am and 5.00pm (addressee's time) on a Business Day (business hours period). then the Notice will instead be regarded as given and received at the start of the following business hours period.

Method of giving Notice	When Notice is regarded as given and received
By hand to the nominated address	When delivered to the nominated address
By pre-paid post to the nominated address	At 9.00am (addressee's time) on the second Business Day after the date of posting
By fax to the nominated fax number	At the time indicated by the sending party's transmission equipment as the time that the fax was sent in its entirety. However, if the recipient party informs the sending party within 4 hours after that time that the fax transmission was illegible or incomplete, then the Notice will not be regarded as given or received. When calculating this 4 hour period, only time within a business hours period is to be included.
By email to the nominated email address	When the email (including any attachment) comes to the attention of the recipient party or a person acting on its behalf.

16.3 Notice must not be given by electronic communication

A Notice must not be given by electronic means of communication (other than fax and email as permitted in clause 15.2).

Schedule 1
Hourly Rates — Hayes Advisory

Role	Hourly Rate (excluding GST)
[]	[]

Schedule 2

Notice details

Clause 15.1

Trustees

Name Christian Spowles and Alan Hayes in their capacity as joint and several Deed Administrators of Montague Resources Australia Pty Limited

Address Level 16, 55 Clarence Street, Sydney NSW 2000

Attention Alan Hayes

Phone +61 2 8270 9300

Fax +61 2 9262 3693

Email AHayes@hayesadvisory.com.au

Company

Name Montague Resources Australia Pty Limited (Subject to Deed of Company Arrangement)
ACN 1097 875 619

Address Level 16, 55 Clarence Street, Sydney NSW

Attention Alan Hayes

Phone +61 2 8270 9300

Fax +61 2 9262 3693

Email AHayes@hayesadvisory.com.au

MHG

Name MH Gold Pty Limited ACN 608 814 204

Address 8 Prince Albert Street, Mosman (NSW)

Attention Geoff Kinghorn

Email Geoff.kinghorn@kvaviation.com

Executed as a deed**Company**

Signed sealed and delivered by one of the joint and several administrators of **Montague Resources Australia Pty Limited** (Administrators appointed) ACN 097 875 619 in the presence of:

.....
Signature of witness

.....
Signature of administrator

.....
Name of witness
(please print)

.....
Name of administrator

Administrators

Signed sealed and delivered by Christian Sprowles
in the presence of:

.....
Signature of witness

.....
Signature of Christian Sprowles

.....
Name of witness
(please print)

Signed sealed and delivered by Alan Hayes
in the presence of:

.....
Signature of witness

.....
Signature of Alan Hayes

.....
Name of witness
(please print)

Signed sealed and delivered by MH Gold Pty Limited ACN 608 814 204 in accordance with section 127(1) of the *Corporations Act 2001 (Cth)*:

.....
Signature of director

.....
Signature of director or company secretary*
*delete whichever does not apply

.....
Name (please print)

.....
Name (please print)

Schedule 2 – General Security Agreement

Executed as a deed**Company**

**Signed sealed and delivered of Montague
Resources Australia Pty Limited
(Administrators appointed) ACN 097 875 619**
by its joint and several voluntary administrator in
the presence of:

.....
Signature of witness

.....
Signature of administrator

.....
Name of witness
(please print)

Name of administrator

Administrators

**Signed sealed and delivered by Christian
Sprowles**
in the presence of:

.....
Signature of witness

.....
Signature of Christian Sprowles

.....
Name of witness
(please print)

Signed sealed and delivered by Alan Hayes
in the presence of:

.....
Signature of witness

.....
Signature of Alan Hayes

.....
Name of witness
(please print)

MHG

Executed by **MH Gold Pty Limited** ACN 608
814 204 in accordance with section 127(1) of the
Corporations Act 2001 (Cth):

.....
Signature of sole director and sole company
secretary

.....
Name (please print)

K&L GATES

klgates.com

Appendix

F

**Convergent Minerals Ltd
(Administrators Appointed)
ACN 120 909 953**

**Receipts & Payments for the period 14 September 2015 to 9 December 2015
(All figures below include GST)**

Receipts	\$
Accounts Receivable (Pre-Appointment)	8,470
Cash at Bank	37,510
Data Access Fee	6,000
Funding Loan from Secured Creditor	40,750
Sale of Company's Assets	250
Site Visit Fees	1,500
Workers Compensation Policy Refund	5,793
Total Receipts	100,273
Payments	
Trading Expenses	
ASIC	1,161
Bank	8
Employee expenses:	
Wages (less PAYG)	14,201
Superannuation	1,817
Printing and photocopying	265
Rent	3,185
Share registry	464
Subcontractor	1,320
Storage - Pulp Samples	319
Tenement management fees	1,948
Tenement renewal application	589
Tenement rent	17,510
Utilities	767
Water delivery	943
Sub-total	44,496
Administrators' Fees and Expenses	
Advertising	4,224
Data Imaging	476
Data room	8,388
GST	144
Insurance	7,870
Legal fees	19,241
Locksmiths	140
Printing	671
Refunds	1,000
Sale Commission	50
Site visit expenses	500
Website	396
Sub-total	43,099
Total Payments	87,595
Net Receipts (Payments)	<u>12,677</u>

Montague Resources Australia Pty. Ltd.
(Administrators Appointed)
ACN 097 875 619

Receipts & Payments for the period 14 September 2015 to 9 December 2015
(All figures below include GST)

Receipts	\$
Cash at Bank	2,164
Total	2,164
 Payments	 \$
Bank Charges	3
Utilities	523
Total	525
 Net Receipts (Payments)	 1,638

AFL Resources Pty Ltd
(Administrators Appointed)
ACN 147 523 751

Receipts & Payments for the period 14 September 2015 to 9 December 2015
(All figures below include GST)

Receipts	\$
Cash at Bank	508
Pre-Appointment Refund	64
Total	572
 Payments	 \$
Bank Charges	6
Total	6
 Net Receipts (Payments)	 566

**NQ Metals Pty Ltd
(Administrators Appointed)
ACN 125 551 537**

**Receipts & Payments for the period 14 September 2015 to 9 December 2015
(All figures below include GST)**

Receipts	\$
Cash at Bank	927
Total	927
Payments	\$
Bank Charges	3
Total	3
Net Receipts (Payments)	924

Appendix

G

Administrators' Remuneration Report

REMUNERATION REPORT

Part 1: Declaration

We, Alan Hayes and Christian Sprowles of Hayes Advisory Pty Ltd, have undertaken a proper assessment of this remuneration claim for our appointment as Joint and Several Administrators of **Convergent Minerals Ltd (Administrators Appointed) ('Convergent')**, **Montague Resources Australia Pty Ltd (Administrators Appointed) ('Montague')**, **AFL Resources Pty Ltd (Administrators Appointed) ('AFL')** and **NQ Metals Pty Ltd (Administrators Appointed) ('NQ Metals')** in accordance with the law and applicable professional standards. We are satisfied that the remuneration claimed is in respect of necessary work, properly performed, or to be properly performed, in the conduct of the Administration.

Part 2: Executive Summary

To date, remuneration has been approved but not paid, in a sum totalling \$92,509 excluding GST as detailed in the table below.

Company Name	Period	(\$)
Convergent	14 September 2015 – 8 October 2015 Approved	72,830
Montague	14 September 2015 – 8 October 2015 Approved	10,893
AFL	14 September 2015 – 8 October 2015 Approved	<u>8,786</u>
	Total approved to date	<u>92,509</u>

This remuneration report details approval sought for the following remuneration:

Company Name	Description (Voluntary Administration Period)	Amount (\$ excl. GST)
Convergent	9 October 2015 – 27 November 2015 Actual	92,853
	28 November 2015 – 21 December 2015 Estimate *	15,000
	22 December to commencement of Deed	<u>7,500</u>
	Total sought for approval	<u>115,353</u>
Montague	9 October 2015 – 27 November 2015 Actual	19,711
	28 November 2015 – 21 December 2015 Estimate *	10,000
	22 December to commencement of Deed	<u>7,500</u>
	Total sought for approval	<u>37,211</u>
AFL	9 October 2015 – 27 November 2015 Actual	7,476
	28 November 2015 – 21 December 2015 Estimate *	5,000
	22 December to commencement of Deed	<u>5,000</u>
	Total sought for approval	<u>17,476</u>
NQ Metals	14 September 2015 – 8 October 2015 Actual	7,454
	9 October 2015 – 27 November 2015 Actual	6,701
	28 November 2015 – 21 December 2015 Estimate *	5,000
	22 December to commencement of Deed	<u>5,000</u>
	Total sought for approval	<u>24,155</u>
	Grand Total sought for approval	<u>194,195</u>

* Approval for future remuneration sought is based on an estimate of the work necessary to the completion of the administration. Should additional work be necessary beyond that contemplated, further approval may be sought from creditors.

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

Part 3: Description of Work Completed

Voluntary Administrators' remuneration for the period 9 October 2015 to 27 November 2015.

Task Area	General Description	Includes
Assets CVG 64.2 Hours \$22,723 Montague 5.6 Hours \$2,137 AFL 1.6 Hours \$435 NQ Metals 2.2 Hours \$591	Sale of ASX Listed Shell of CVG	Attending to expressions of interests re CVG Listed Shell Maintaining spreadsheet re expressions of interests Prepare Confidentiality Agreement and letters to interested parties Attend to queries from interested parties via telephone and email Attend to receipt of binding and indicative offers, and reviewing same Discussion with secured party and internally re binding offers received Review credible offers and discuss offers with solicitors Undertake assessment process in regard to all offers and / or DOCA proposals received for the purposes of forming an opinion as to which is in the best interests of creditors and the companies Liaising with the party who submitted the preferred offer Respond to other parties who have submitted offers and notify them of rejection
	Other Assets (Montague only)	Attend to potential realisation of R&D rebate Liaise with Group's officers regarding realisation of same Liaise with Austwide Mining and BDO re realisation of this asset Completed the 'R&D Tax Incentive Application: Registration of R&D Activities' form
Creditors CVG 52.9 Hours \$20,143 Montague 25.5 Hours \$8,870 AFL 13.7 Hours \$4,244 NQ Metals 13.4 Hours \$3,941	Creditor Enquiries	Receive and follow up creditor enquiries via telephone Review and prepare correspondence to creditors and their representatives via facsimile, email and post
	Creditor reports	Preparing section 439A supplementary report, investigation, meeting and general reports to creditors Prepare remuneration report and allocate time between companies accurately according to tasks performed
	Dealing with proofs of debt	Receipting and filing POD's when not related to a dividend Corresponding with ATO regarding when not related to a dividend
	Meetings of Creditors	Preparation of meeting notices, proxies and advertisements Forward notices of meetings to all known creditors 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. Preparation and lodgement of minutes of meetings with ASIC

Task Area	General Description	Includes
	Secured Creditor	Correspond with Secured Creditor for investigative purposes Meeting and discussions with Secured Creditor to discuss loan funding to trade on business
Employees CVG (only) 3.7 Hours \$931	Employees enquiry	Receive and follow up employee enquiries via telephone Review and prepare correspondence to employees and their representatives via facsimile, email and post
	Calculation of entitlements	Calculating employee entitlements Reviewing employee files and company's books and records Payment of employee entitlements
Investigation CVG 8.3 Hours \$2,402 Montague 7.2 Hours \$1,779 AFL 3.5 Hours \$969 NQ Metals 1.8 Hours \$731	Conducting investigation	Attendance at Company's principal place of business Attending to and organising collection and storage of company books and records Reviewing company's books and records Liaise with Company's Officers re Review of specific transactions and liaising with Group's officers regarding certain transactions Prepare file notes for investigations folder Preparation of investigation file and completion of investigation checklists
Trade-On CVG 21.2 Hours \$6,642 Montague 6.3 Hours \$2,157 AFL 1.4 Hours \$353 NQ Metals 0.3 Hours \$78	General	Attend to correspondence from suppliers re ongoing trade on payments Prepare and maintain spreadsheet for payments due Prepare financial forecast Liaise with CFO and directors for the purpose of preparing financial forecast and various queries re trade on payments Attend to lodgement of compliance reports Liaise with Austwide Mining re compliance reports due and tenement rental payments to be made
	Legal Administration	Review and attendance to claim in relation to Joint Tenement Agreements Correspondence and discussions concerning applications for forfeiture of tenements Attend to queries from Penstock Advisory regarding transfer of tenements to MH Gold and formal transfer that is subject to approval of the relevant authorities
Administration CVG 113.2 Hours \$40,013 Montague 15.6 Hours \$4,769 AFL 6.2 Hours	Document maintenance/file review/checklist	Filing of documents File reviews Updating checklists
	Insurance	Correspondence with insurer regarding ongoing insurance requirements Reviewing insurance policies
	Bank account administration	Preparing correspondence opening and closing accounts Requesting bank statements and reviewing same Bank account reconciliations Organise payment of trade on supplier invoices Entering receipt and payments into accounting system
	Planning / Review	Discussions regarding status of administration

Task Area	General Description	Includes
\$1,476 NQ Metals 5.8 Hours \$1,361	Books and records / storage	Dealing with records in storage Sending job files to storage

Part 4a: Description of Works to be Completed (to date of Reconvened Meeting)

Estimated Voluntary Administrators' remuneration for the period **28 November 2015 to 21 December 2015**.

Task Area	General Description	Includes
Assets CVG 12.0 Hours \$3,805 Montague 10.0 Hours \$2,995 AFL 6.0 Hours \$1,930 NQM 6.0 Hours \$1,930	General	Meetings to discuss and assess offers for ASX Listed Shell Finalise sale of ASX Listed Shell Attend to realisation of IT Equipment and Sundry items remaining in the office Liaise with auctioneer re sale of same and discuss commission
Creditors CVG 27.0 Hours \$6,975 Montague 18.0 Hours \$5,135 AFL 5.5 Hours \$1,440 NQ Metals 5.5 Hours \$1,440	Creditor Enquiries	Receive and follow up creditor enquiries via telephone Review and prepare correspondence to creditors and their representatives via facsimile, email and post
	Creditor reports	Draft section 439A supplementary report Finalise and dispatch same report
	Dealing with proofs of debt	Receipting and filing POD's when not related to a dividend Corresponding with OSR and ATO regarding POD's when not related to a dividend
	Meeting of Creditors	Preparation of reconvened meeting notices, proxies and advertisements Forward notice of meeting to all known creditors 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. Preparation and lodgement of minutes of meetings with ASIC
Trade-On CVG 7.0 Hours \$1,885 Montague 2.5 Hours \$613 AFL 3.0 Hours \$683 NQ Metals	Trade On Management	Liaising with suppliers (i.e. Austwide Mining, Shire of Yilgarn etc) Attend to queries from Penstock Advisory re transfer of tenements Pay employee wages Entering receipt and payments into accounting system

Task Area	General Description	Includes
3.0 Hours \$683		
Administration CVG 8.0 Hours \$2,410 Montague 4.5 Hours \$1,260 AFL 4.0 Hours \$1,058 NQ Metals 4.0 Hours \$1,058	Correspondence	
	Document maintenance/file review/checklist	First month administration review Filing of documents File reviews Updating checklists
	Bank account administration	Preparing correspondence opening and closing accounts Requesting bank statements Bank account reconciliations
	Planning / Review	Discussions regarding status of administration
	Books and records / storage	Dealing with records in storage Sending job files to storage

Part 4b: Description of Works to be Completed (from Reconvened meeting to commencement of Deed)

Estimated Voluntary Administrator's remuneration for the period **22 December 2015** to **commencement of Deed**.

Task Area	General Description	Includes
Creditors CVG 6.0 Hours \$1,665 Montague 6.0 Hours \$1,665 AFL 4.0 Hours \$1,265 NQ Metals 4.0 Hours \$1,265	Creditor Enquiries	Receive and follow up creditor enquiries via telephone Review and prepare correspondence to creditors and their representatives via facsimile, email and post
	Deed of Company	Review Deed of Company Arrangement Liaise with the relevant parties regarding the Deed of Company Arrangement Seek legal advice with regards to Deed of Company Arrangement
Trade-On CVG 14.0 Hours \$3,995 Montague 14.0 Hours \$3,995 AFL 8.5 Hours \$2,445 NQ Metals 8.5 Hours \$2,445	Trade On Management	Liaising with suppliers (i.e. Austwide Mining etc) Attend to queries from Penstock Advisory re transfer of tenements Entering receipt and payments into accounting system
	Correspondence	Various correspondence

Task Area	General Description	Includes
Administration CVG 8.0 Hours \$1,915 Montague 8.0 Hours \$1,915 AFL 6.0 Hours \$1,348 NQ Metals 6.0 Hours \$1,348	Document maintenance/file review/checklist	Filing of documents File reviews Updating checklists
	Bank account administration	Requesting bank statements Bank account reconciliations Correspondence with bank regarding specific transfers
	Planning / Review	Discussions regarding status of administration
	Books and records / storage	Dealing with records in storage Sending job files to storage

Part 5: Calculation of Remuneration

See attached schedules setting out the Calculation of Actual Remuneration for the period 9 October 2015 to 27 November 2015 (marked 'G1' to 'G4') Calculation of Estimated Remuneration for the period 28 November 2015 and 21 December 2015 (marked 'E5' to 'E8') to commencement of the Deed of Company Arrangement (marked 'G9' to 'G12').

See attached hourly rates utilised by Hayes Advisory Pty Ltd as at 1 July 2015.

Part 6: Statement on Remuneration

At the forthcoming meeting of creditors to be held on 22 December 2015, creditors will be asked to approve the following resolutions:

Convergent Minerals Ltd (Administrators Appointed)

'That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period 9 October 2015 to 27 November 2015, in accordance with the applicable time costs charged by Hayes Advisory as at 1 July 2015 be approved in the sum of \$92,852.50 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration.'

And

'That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period from 28 November 2015 to 21 December 2015, in accordance with the applicable time costs charged by Hayes Advisory as at 1 July 2015, be approved in the sum of \$15,000 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration.'

And

'That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period 22 December 2015 to signing of the Deed (if applicable), is calculated in accordance with the applicable time costs charged by Hayes Advisory for work of this nature and is fixed and paid in the sum at \$7,500 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration.'

Montague Resources Australia Pty Ltd (Administrators Appointed)

'That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period 9 October 2015 to 27 November 2015, in accordance with the applicable time costs charged by Hayes Advisory as at 1 July 2015 be approved in the sum of \$19,711 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration.'

And

'That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period from 28 November 2015 to 21 December 2015, in accordance with the applicable time costs charged by Hayes Advisory as at 1 July 2015, be approved in the sum of \$10,000 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration.'

And

'That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period 22 December 2015 to signing of the Deed (if applicable), is calculated in accordance with the applicable time costs charged by Hayes Advisory for work of this nature and is fixed and paid in the sum at \$7,500 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration.'

AFL Resources Pty Ltd (Administrators Appointed)

'That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period 9 October 2015 to 27 November 2015, in accordance with the applicable time costs charged by Hayes Advisory as at 1 July 2015 be approved in the sum of \$7,475.50 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration.'

And

'That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period from 28 November 2015 to 21 December 2015, in accordance with the applicable time costs charged by Hayes Advisory as at 1 July 2015, be approved in the sum of \$5,000 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration.'

And

'That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period 22 December 2015 to signing of the Deed (if applicable), is calculated in accordance with the applicable time costs charged by Hayes Advisory for work of this nature and is fixed and paid in the sum at \$5,000 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration.'

NQ Metals Pty Ltd (Administrators Appointed)

'That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period 14 September 2015 to 8 October 2015, in accordance with the applicable time costs charged by Hayes Advisory as at 1 July 2015 be approved in the sum of \$7,454 plus

any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration.'

And

'That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period 9 October 2015 to 27 November 2015, in accordance with the applicable time costs charged by Hayes Advisory as at 1 July 2015 be approved in the sum of \$6,700.50 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration.'

And

'That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period from 28 November 2015 to 21 December 2015, in accordance with the applicable time costs charged by Hayes Advisory as at 1 July 2015, be approved in the sum of \$5,000 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration.'

And

'That the remuneration of the Administrators, as set out in the Administrators' remuneration report, for the period 22 December 2015 to signing of the Deed (if applicable), is calculated in accordance with the applicable time costs charged by Hayes Advisory for work of this nature and is fixed and paid in the sum at \$5,000 plus any applicable GST and that the Administrators, Deed Administrators or Liquidators be authorised to pay the remuneration.'

Part 7: Report on External Administration

Please see attached Administrators' Report to Creditors dated 15 December 2015.

Part 8: Disbursements

Disbursements are divided into three types:

- Externally provided professional services - these are recovered at cost. An example of an externally provided professional 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 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.

We are not required to seek creditor approval for disbursements, but must account to creditors. Details of the basis of recovering internal disbursements in this administration are provided below. Full details of any actual costs incurred will be provided with future reporting.

Disbursements	Rate (Excl GST)
Advertising	At Cost
Search fees	At Cost
Courier	At Cost
Printing, Faxes & Photocopies	\$0.20 per page
Postage	At Cost
Travel – staff by own vehicle	\$0.66 per km
Travel – other	At cost

Disbursements scale applicable for the financial year ended 30 June 2016.

Part 9: Summary of Receipts and Payments

Please see attached Appendix 'F' to the Administrators' Report to Creditors setting out receipts and payments for the period 14 September 2015 to 9 December 2015.

Part 10: Queries

Creditors have the right to request and obtain further information from the External Administrator.

Part 11: Information Sheet

Creditors may access the remuneration information sheet (ASIC Information Sheet 85 – Approving fees: a guide for creditors) at Hayes Advisory's website under Publications.

www.hayesadvisory.com.au
www.hayesadvisory.com.au/publications/publications/items/category/infocreditors



Schedule of rates as @ 1 July 2015

Private & Confidential

Hayes Advisory Rate \$/Hour (excluding GST)	
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Partner	450
Director	405
Senior Manager	355
Manager	320
Supervisor	300
Senior Analyst 1	270
Senior Analyst 2	260
Analyst 1	220
Analyst 2	170
Graduate	150
Undergraduate	140
Senior Bookkeeper	140
Bookkeeper	130
PA	110
Administration	90

CONVERGENT MINERALS LTD (ADMINISTRATORS APPOINTED)
A.C.N. 120 909 953
HOURS INCURRED FOR THE PERIOD 9 OCTOBER 2015 TO 27 NOVEMBER 2015
CALCULATION OF REMUNERATION

Employee	Position	\$/hour (ex GST)	Total actual hours	Total (\$)	Task Area											
					Asset/hrs	\$	Credit/hrs	\$	Employee/hrs	\$	Investigation/hrs	\$	Trade-Op./hrs	\$	Administration/hrs	\$
Alan Hayes	Partner	450	73.5	33,075	34.6	15,570	24.2	10,890	0.0	0	2.1	945	0.7	315	11.9	5,355
Christian Sprowles	Partner	450	3.7	1,665	1.0	450	1.5	675	0.0	0	0.0	0	0.0	0	1.2	540
Geoff Knoke	Director	405	85.6	34,668	0.2	81	11.1	4,496	0.5	203	0.6	243	7.6	3,078	65.6	26,568
Wayne Marshall	Senior Manager	355	2.7	959	0.0	0	2.0	710	0.0	0	0.3	107	0.0	0	0.4	142
Matthew Nguyen	Supervisor	300	4.6	1,380	3.1	930	1.5	450	0.0	0	0.0	0	0.0	0	0.0	0
Anny Ngo	Supervisor	300	0.1	30	0.1	30	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0
Brandon Lee	Senior Analyst 2	260	64.2	16,692	17.2	4,472	9.5	2,470	2.3	598	3.0	780	12.0	3,120	20.2	5,252
Gigliola Hayes	Analyst 1	220	1.7	374	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	1.7	374
Denise Law	Graduate	150	17.4	2,610	7.0	1,050	1.8	270	0.4	60	0.5	75	0.3	45	7.4	1,110
Arthur Hayes	Undergraduate	140	4.2	588	1.0	140	0.2	28	0.5	70	0.0	0	0.6	84	1.9	266
Stephen Walton	Undergraduate	140	5.8	812	0.0	0	1.1	154	0.0	0	1.8	252	0.0	0	2.9	406
Total			263.5	92,853	64.2	22,723	52.9	20,143	3.7	931	8.3	2,402	21.2	6,642	113.2	40,013
GST				9,285												
Total (incl GST)				102,138												
				352												

MONTAGUE RESOURCES AUSTRALIA PTY LTD (ADMINISTRATORS APPOINTED)

A.C.N. 097 875 619

HOURS INCURRED FOR THE PERIOD 9 OCTOBER 2015 to 27 NOVEMBER 2015

CALCULATION OF REMUNERATION

Employee	Position	\$/hour (ex GST)	Total actual hours	Total (\$)	Task Area											
					Assets	hrs	\$	Creditors hrs	\$	Investigation hrs	\$	Trade-On hrs	\$	Administration hrs	\$	
Alan Hayes	Partner	450	14.3	6,435.0	1.6		720	8.1	3,645	1.7	765	0.1	45	2.8	1,260	
Geoff Knoke	Director	405	15.8	6,399.0	2.6		1,053	5.9	2,390	0.1	41	3.6	1,458	3.6	1,458	
Matthew Nguyen	Supervisor	300	1.5	450.0	0.0		0	1.4	420	0.0	0	0.0	0	0.1	30	
Brandon Lee	Senior Analyst 2	260	19.8	5,148.0	1.4		364	8.3	2,158	1.8	468	2.4	624	5.9	1,534	
Gigliola Hayes	Analyst 1	220	0.3	66.0	0.0		0	0.0	0	0.0	0	0.0	0	0.3	66	
Denise Law	Graduate	150	2.3	345.0	0.0		0	0.5	75	0.1	15	0.2	30	1.5	225	
Arthur Hayes	Undergraduate	140	0.4	56.0	0.0		0	0.2	28	0.0	0	0.0	0	0.2	28	
Stephen Walton	Undergraduate	140	5.8	812.0	0.0		0	1.1	154	3.5	490	0.0	0	1.2	168	
Total			60.2	19,711	5.6		2,137	25.5	8,870	7.2	1,779	6.3	2,157	15.6	4,769	
GST				1,971												
Total (incl GST)				21,682												
Average hourly rate				327												

AFL RESOURCES PTY LTD (ADMINISTRATORS APPOINTED)
A.C.N. 147 523 751
HOURS INCURRED FOR THE PERIOD 9 OCTOBER 2015 TO 27 NOVEMBER 2015
CALCULATION OF REMUNERATION

Employee	Position	\$ /hour (ex GST)	Total actual hours	Total (\$)	Task Area									
					Assets hrs	\$	Creditors hrs	\$	Investigation hrs	\$	Trade-Or hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	4.3	1,935	0.1	45	2.8	1,260	1.0	450	0.0	0	0.4	180
Geoff Knoke	Director	405	2.7	1,094	0.0	0	2.1	851	0.5	203	0.0	0	0.1	41
Matthew Nguyen	Supervisor	300	1.5	450	0.0	0	1.4	420	0.0	0	0.0	0	0.1	30
Brandon Lee	Senior Analyst 2	260	12.3	3,198	1.5	390	5.6	1,456	0.3	78	1.3	338	3.6	936
Denise Law	Graduate	150	1.5	225	0.0	0	0.5	75	0.0	0	0.1	15	0.9	135
Arthur Hayes	Undergraduate	140	0.2	28	0.0	0	0.2	28	0.0	0	0.0	0	0.0	0
Stephen Walton	Undergraduate	140	3.9	546	0.0	0	1.1	154	1.7	238	0.0	0	1.1	154
Total			26.4	7,476	1.6	435	13.7	4,244	3.5	969	1.4	353	6.2	1,476
GST					748									
Total (incl GST)					8,223									
Average hourly rate					283									

NQ METALS PTY LTD (ADMINISTRATORS APPOINTED)
A.C.N. 125 551 537
HOURS INCURRED FOR THE PERIOD 14 SEPTEMBER 2015 to 8 OCTOBER 2015
CALCULATION OF REMUNERATION

Employee	Position	\$ /hour (ex GST)	Total actual hours	Total (\$)	Task Area									
					Assets hrs	\$	Creditors hrs	\$	Investigation hrs	\$	Trade-Debt hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	2.7	1,215	0.0	0	1.0	450	0.5	225	0.0	0	1.2	540
Geoff Knoke	Director	405	2.7	1,094	0.0	0	1.5	608	0.4	162	0.1	41	0.7	284
Wayne Marshall	Senior Manager	355	0.1	36	0.0	0	0.1	36	0.0	0	0.0	0	0.0	0
Brandon Lee	Senior Analyst 2	260	12.8	3,328	0.0	0	7.1	1,846	3.6	936	0.0	0	2.1	546
Denise Law	Graduate	150	4.6	690	0.0	0	0.9	135	0.0	0	0.0	0	3.7	555
Stephen Walton	Undergraduate	140	7.8	1,092	0.7	98	1.1	154	6.0	840	0.0	0	0.0	0
Total			30.7	7,454	0.7	98	11.7	3,228	10.5	2,163	0.1	41	7.7	1,925
GST														
Total (incl GST)														
Average hourly rate														

NQ METALS PTY LTD (ADMINISTRATORS APPOINTED)
A.C.N. 125 551 537
HOURS INCURRED FOR THE PERIOD 9 OCTOBER 2015 TO 27 NOVEMBER 2015
CALCULATION OF REMUNERATION

Employee	Position	\$/hour (ex GST)	Total actual hours	Total (\$)	Task Area									
					Assets hrs	\$	Creditors hrs	\$	Investigation hrs	\$	Trade-On hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	3.4	1,530	0.1	45	2.0	900	1.0	450	0.0	0	0.3	135
Geoff Knoke	Director	405	2.1	851	0.0	0	1.6	648	0.5	203	0.0	0	0.0	0
Matthew Nguyen	Supervisor	300	1.5	450	0.0	0	1.4	420	0.0	0	0.0	0	0.1	30
Brandon Lee	Senior Analyst 2	260	12.9	3,354	2.1	546	6.6	1,716	0.3	78	0.3	78	3.6	936
Denise Law	Graduate	150	1.2	180	0.0	0	0.5	75	0.0	0	0.0	0	0.7	105
Arthur Hayes	Undergraduate	140	0.2	28	0.0	0	0.2	28	0.0	0	0.0	0	0.0	0
Stephen Waiton	Undergraduate	140	2.2	308	0.0	0	1.1	154	0.0	0	0.0	0	1.1	154
Total			23.5	6,701	2.2	591	13.4	3,941	1.8	731	0.3	78	5.8	1,360
GST				670										
Total (incl GST)				7,371										
Average hourly rate				285										

CONVERGENT MINERALS LTD (ADMINISTRATORS APPOINTED)
A.C.N. 120 909 953
ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD 28 NOVEMBER 2015 TO 21 DECEMBER 2015
CALCULATION OF REMUNERATION

Employee	Position	\$/hour (ex GST)	Total actual hours	Total (\$)	Task Area							
					Assets hrs	\$	Creditors hrs	\$	Trade On hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	5.0	2,250	1.0	450	2.0	900	1.0	450	1.0	450
Geoff Knoke	Director	405	13.0	5,265	5.0	2,025	5.0	2,025	1.0	405	2.0	810
Brandon Lee	Senior Analyst 2	260	19.0	4,940	4.0	1,040	10.0	2,600	2.0	520	3.0	780
Gigliola Hayes	Analyst 1	220	2.0	440	0.0	0	0.0	0	1.0	220	1.0	220
Denise Law	Graduate	150	8.0	1,200	1.0	150	5.0	750	1.0	150	1.0	150
Stephen Walton	Undergraduate	140	7.0	980	1.0	140	5.0	700	1.0	140	0.0	0
Total			54.0	15,075	12.0	3,805	27.0	6,975	7.0	1,885	8.0	2,410
Rounded Up				15,000								
GST				1,500								
Total (incl GST)				16,500								

MONTAGUE RESOURCES PTY LTD (ADMINISTRATORS APPOINTED)
A.C.N. 097 875 619
ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD 28 NOVEMBER 2015 to 21 DECEMBER 2015
CALCULATION OF REMUNERATION

Employee	Position	\$/hour (ex GST)	Total actual hours	Total (\$)	Task Area							
					Assets hrs	\$	Creditors hrs	\$	Trade Or. hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	2.5	1,125	1.0	450	1.0	450	0.0	0	0.5	225
Geoff Knoke	Director	405	9.5	3,848	3.0	1,215	5.0	2,025	0.5	203	1.0	405
Brandon Lee	Senior Analyst 2	260	14.0	3,640	4.0	1,040	8.0	2,080	1.0	260	1.0	260
Gigiola Hayes	Analyst 1	220	1.0	220	0.0	0	0.0	0	0.0	0	1.0	220
Denise Law	Graduate	150	5.0	750	1.0	150	2.0	300	1.0	150	1.0	150
Stephen Walton	Undergraduate	140	3.0	420	1.0	140	2.0	280	0.0	0	0.0	0
Total			35.0	10,003	10.0	2,995	18.0	5,135	2.5	613	4.5	1,260
Rounded Up				10,000								
GST				1,000								
Total (incl GST)				21,003								

AFL RESOURCES PTY LTD (ADMINISTRATORS APPOINTED)
A.C.N. 147 523 751
ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD 28 NOVEMBER 2015 TO 21 DECEMBER 2015
CALCULATION OF REMUNERATION

Employee	Position	\$ / hour (ex GST)	Total actual hours	Total (\$)	Task Area							
					Assets hrs	\$	Creditors hrs	\$	Trade Dr hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	2.0	900	1.0	450	0.5	225	0.0	0	0.5	225
Geoff Knoke	Director	405	4.0	1,620	2.0	810	1.0	405	0.5	203	0.5	203
Brandon Lee	Senior Analyst 2	260	6.0	1,560	2.0	520	2.0	520	1.0	260	1.0	260
Gigliola Hayes	Analyst 1	220	1.0	220	0.0	0	0.0	0	0.0	0	1.0	220
Denise Law	Graduate	150	4.0	600	1.0	150	1.0	150	1.0	150	1.0	150
Stephen Walton	Undergraduate	140	1.5	210	0.0	0	1.0	140	0.5	70	0.0	0
Total			18.5	5,110	6.0	1,930	5.5	1,440	3.0	683	4.0	1,058
Rounded Up				5,000								
GST				500								
Total (Incl GST)				5,500								

NQ METALS PTY LTD (ADMINISTRATORS APPOINTED)
A.C.N. 125 551 537
ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD 28 NOVEMBER 2015 TO 21 DECEMBER 2015
CALCULATION OF REMUNERATION

Employee	Position	\$ / hour (ex GST)	Total actual hours	Total (\$)	Task Area							
					Assets hrs	\$	Creditors hrs	\$	Trade On hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	2.0	900	1.0	450	0.5	225	0.0	0	0.5	225
Geoff Knoke	Director	405	4.0	1,620	2.0	810	1.0	405	0.5	203	0.5	203
Brandon Lee	Senior Analyst 2	260	6.0	1,560	2.0	520	2.0	520	1.0	260	1.0	260
Gigliola Hayes	Analyst 1	220	1.0	220	0.0	0	0.0	0	0.0	0	1.0	220
Denise Law	Graduate	150	4.0	600	1.0	150	1.0	150	1.0	150	1.0	150
Stephen Walton	Undergraduate	140	1.5	210	0.0	0	1.0	140	0.5	70	0.0	0
Total			18.5	5,110	6.0	1,930	5.5	1,440	3.0	683	4.0	1,058
Rounded Up				5,000								
GST				500								
Total (Incl GST)				5,500								

CONVERGENT MINERALS LTD (ADMINISTRATORS APPOINTED)
A.C.N. 120 909 953
ESTIMATED HOURS INCURRED FOR THE PERIOD 15 DECEMBER 2015 TO COMMENCEMENT OF DEED
CALCULATION OF REMUNERATION

Employee	Position	\$ / hour (ex GST)	Total actual hours	Total (\$)	Task Area					
					Creditors hrs	\$	Trade On hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	3.0	1,350	1.0	450	1.0	450	1.0	450
Geoff Knoke	Director	405	5.0	2,025	1.0	405	3.0	1,215	1.0	405
Brandon Lee	Senior Analyst 2	260	10.0	2,600	2.0	520	7.0	1,820	1.0	260
Gigliola Hayes	Analyst 1	220	2.0	440	0.0	0	1.0	220	1.0	220
Denise Law	Graduate	150	4.0	600	1.0	150	1.0	150	2.0	300
Stephen Walton	Undergraduate	140	4.0	560	1.0	140	1.0	140	2.0	280
Total			28.0	7,575	6.0	1,665	14.0	3,995	8.0	1,915
Rounded Up				7,500						
GST				750						
Total (incl GST)				8,250						

MONTAGUE RESOURCES PTY LTD (ADMINISTRATORS APPOINTED)

A.C.N. 097 875 619

ESTIMATED HOURS INCURRED FOR THE PERIOD 15 DECEMBER 2015 TO COMMENCEMENT OF DEED
CALCULATION OF REMUNERATION

Employee	Position	\$ / hour (ex GST)	Total actual hours	Total (\$)	Task Area					
					Creditors hrs	\$	Trade On hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	3.0	1,350	1.0	450	1.0	450	1.0	450
Geoff Knoke	Director	405	5.0	2,025	1.0	405	3.0	1,215	1.0	405
Brandon Lee	Senior Analyst 2	260	10.0	2,600	2.0	520	7.0	1,820	1.0	260
Gigiola Hayes	Analyst 1	220	2.0	440	0.0	0	1.0	220	1.0	220
Denise Law	Graduate	150	4.0	600	1.0	150	1.0	150	2.0	300
Stephen Walton	Undergraduate	140	4.0	560	1.0	140	1.0	140	2.0	280
Total			28.0	7,575	6.0	1,665	14.0	3,995	8.0	1,915
Rounded Up				7,500						
GST				750						
Total (Incl GST)				8,250						

AFL RESOURCES PTY LTD (ADMINISTRATORS APPOINTED)

A.C.N. 147 523 751

ESTIMATED HOURS INCURRED FOR THE PERIOD 15 DECEMBER 2015 TO COMMENCEMENT OF DEED

CALCULATION OF REMUNERATION

Employee	Position	\$ / hour (ex GST)	Total actual hours	Total (\$)	Task Area					
					Assets hrs	\$	Trade On hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	2.0	900	1.0	450	0.5	225	0.5	225
Geoff Knoke	Director	405	3.5	1,418	1.0	405	2.0	810	0.5	203
Brandon Lee	Senior Analyst 2	260	6.0	1,560	1.0	260	4.0	1,040	1.0	260
Gigliola Hayes	Analyst 1	220	2.0	440	0.0	0	1.0	220	1.0	220
Denise Law	Graduate	150	4.0	600	1.0	150	1.0	150	2.0	300
Stephen Walton	Undergraduate	140	1.0	140	0.0	0	0.0	0	1.0	140
Total			18.5	5,058	4.0	1,265	8.5	2,445	6.0	1,348
Rounded Up				5,000						
GST				500						
Total (incl GST)				5,500						

NQ METALS PTY LTD (ADMINISTRATORS APPOINTED)

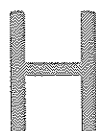
A.C.N. 125 551 537

ESTIMATED HOURS INCURRED FOR THE PERIOD 22 DECEMBER 2015 TO COMMENCEMENT OF DEED

CALCULATION OF REMUNERATION

Employee	Position	\$/hour (ex GST)	Total actual hours	Total (\$)	Task Area					
					Assets hrs	\$	Trade Op. hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	2.0	900	1.0	450	0.5	225	0.5	225
Geoff Knoke	Director	405	3.5	1,418	1.0	405	2.0	810	0.5	203
Brandon Lee	Senior Analyst 2	260	6.0	1,560	1.0	260	4.0	1,040	1.0	260
Gigiola Hayes	Analyst 1	220	2.0	440	0.0	0	1.0	220	1.0	220
Denise Law	Graduate	150	4.0	600	1.0	150	1.0	150	2.0	300
Stephen Walton	Undergraduate	140	1.0	140	0.0	0	0.0	0	1.0	140
Total			18.5	5,058	4.0	1,265	8.5	2,445	6.0	1,348
Rounded Up				5,000						
GST				500						
Total (Incl GST)				5,500						

Appendix



Deed Administrators' Remuneration Report

REMUNERATION REPORT

Part 1: Declaration

We, Alan Hayes and Christian Sprowles of Hayes Advisory Pty Ltd, have undertaken a proper assessment of this remuneration claim for our appointment as Joint and Several Deed Administrators of **Convergent Minerals Ltd (Administrators Appointed) ('Convergent')**, **Montague Resources Australia Pty Ltd (Administrators Appointed) ('Montague')**, **AFL Resources Pty Ltd (Administrators Appointed) ('AFL')** and **NQ Metals Pty Ltd (Administrators Appointed) ('NQ Metals')** in accordance with the law and applicable professional standards. We are satisfied that the remuneration claimed is in respect of necessary work, properly performed, or to be properly performed, in the conduct of the Deed Administration.

Part 2: Executive Summary

To date, no remuneration has been approved and paid in the Deed of Company Arrangement. This remuneration report details approval sought for the following fees:

Company Name (all Administrators Appointed)	Description (Deed of Company Arrangement period)	Amount (ex GST)
Convergent	Deed of Company Arrangement - Commencement of Deed, following Meeting of Creditors on 22 December 2015, to Completion	12,500
Montague	Deed of Company Arrangement - Commencement of Deed, following Meeting of Creditors on 22 December 2015, to Completion	12,500
AFL	Deed of Company Arrangement - Commencement of Deed, following Meeting of Creditors on 22 December 2015, to Completion	12,500
NQ Metals	Deed of Company Arrangement - Commencement of Deed, following Meeting of Creditors on 22 December 2015, to Completion	12,500
Total (Estimated)		50,000

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

Part 3: Description of Work Completed

Deed Administrators' remuneration from the commencement of the Deed to the completion of Administering the Deed of Company Arrangement for all the companies in the Convergent companies.

Task Area	General Description	Includes
Assets 12.0 hours \$3,815	General	Attend to realisation of other assets i.e. Plant and Equipment and R&D Rebate Liaise with relevant parties for potential realisations
Creditors 12.0 hours \$3,595	Creditor Enquiries	Receive and follow up creditor enquiries via telephone Maintaining creditor enquiry register Review and prepare correspondence to creditors and their representatives via facsimile, email and post Correspondence with committee of creditors members
	Dealing with proofs of debt	Receipting and filing POD's when not related to a dividend Corresponding with OSR and ATO regarding POD's when not related to a dividend
	Meeting of Creditors	Preparation of meeting notices, proxies and advertisements Forward notice of meeting to all known creditors 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. Preparation and lodgement of minutes of meetings with ASIC Responding to stakeholder queries and questions immediately following meeting
Dividend 10.0 hours \$2,690	Processing proofs of debt	Preparation of correspondence to potential creditors inviting lodgement of POD Receipt of PODs Maintain POD register Adjudicating PODs Request further information from claimants regarding POD Preparation of correspondence to claimant advising outcome of adjudication
	Dividend procedures	Preparation of correspondence to creditors advising of intention to declare dividend Advertisement of intention to declare dividend Obtain clearance from ATO to allow distribution of company's assets Preparation of dividend calculation Preparation of correspondence to creditors announcing declaration of dividend Advertise announcement of dividend Preparation of distribution Preparation of dividend file Preparation of payment vouchers to pay dividend Preparation of correspondence to creditors enclosing payment of dividend
Administration 11.0 hours \$2,475	Document maintenance/file review/checklist	First month, then six monthly administration review Filing of documents File reviews Updating checklists
	Correspondence	Liaising with directors
	Bank account administration	Requesting bank statements Bank account reconciliations Correspondence with bank regarding specific transfers

Task Area	General Description	Includes
	ASIC Form 524 and other forms	Preparing and lodging ASIC forms including 505, 524, 911 etc Correspondence with ASIC regarding statutory forms
	ATO and other statutory reporting	Notification of appointment Preparing BAS' Completing group certificates
	Finalisation	Notifying ATO of finalisation Cancelling ABN / GST / PAYG registration Completing checklists Finalising WIP
	Planning / Review	Discussions regarding status of administration
	Books and records / storage	Obtain records

Part 4: Calculation of Remuneration

See attached schedules setting out the Estimated Calculation of Remuneration for the period from the commencement of the Deed of Company Arrangement to the completion of administration of the Deed (marked 'H1' to 'H4').

See attached hourly rates utilised by Hayes Advisory Pty Ltd as at 1 July 2015.

Part 5: Statement on Remuneration

At the forthcoming meeting of creditors to be held on 22 December 2015, creditors will be asked to approve the following resolution:

Convergent Minerals Ltd (Administrators Appointed)

'That the remuneration of the Deed Administrators, as set out in the Deed Administrators' remuneration report, for the period from the commencement of the Deed of Company Arrangement to completion of the Deed of Company Arrangement, is charged in accordance with the hourly rates of Hayes Advisory as at 1 July 2015 (as amended from year to year, by a maximum of 10%) and be fixed at \$12,500 plus GST and that the Deed Administrators be authorised to make payment on account as required.'

Montague Resources Pty Ltd (Administrators Appointed)

'That the remuneration of the Deed Administrators, as set out in the Deed Administrators' remuneration report, for the period from the commencement of the Deed of Company Arrangement to completion of the Deed of Company Arrangement, is charged in accordance with the hourly rates of Hayes Advisory as at 1 July 2015 (as amended from year to year, by a maximum of 10%) and be fixed at \$12,500 plus GST and that the Deed Administrators be authorised to make payment on account as required.'

AFL Resources Pty Ltd (Administrators Appointed)

'That the remuneration of the Deed Administrators, as set out in the Deed Administrators' remuneration report, for the period from the commencement of the Deed of Company Arrangement to completion of the Deed of Company Arrangement, is charged in accordance

with the hourly rates of Hayes Advisory as at 1 July 2015 (as amended from year to year, by a maximum of 10%) and be fixed at \$12,500 plus GST and that the Deed Administrators be authorised to make payment on account as required.'

NQ Metals Pty Ltd (Administrators Appointed)

'That the remuneration of the Deed Administrators, as set out in the Deed Administrators' remuneration report, for the period from the commencement of the Deed of Company Arrangement to completion of the Deed of Company Arrangement, is charged in accordance with the hourly rates of Hayes Advisory as at 1 July 2015 (as amended from year to year, by a maximum of 10%) and be fixed at \$12,500 plus GST and that the Deed Administrators be authorised to make payment on account as required.'

Part 6: Report on External Administration

Please see attached Administrators' Report to Creditors dated 15 December 2015.

Part 7: Disbursements

Disbursements are divided into three types:

- Externally provided professional services - these are recovered at cost. An example of an externally provided professional 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 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.

We are not required to seek creditor approval for disbursements, but must account to creditors. Details of the basis of recovering internal disbursements in this administration are provided below. Full details of any actual costs incurred will be provided with future reporting.

Disbursements	Rate (Excl GST)
Advertising	At Cost
Search fees	At Cost
Courier	At Cost
Printing, Faxes & Photocopies	\$0.20 per page
Postage	At Cost
Travel – staff by own vehicle	\$0.66 per km
Travel – other	At cost

Disbursements scale applicable for the financial year ended 30 June 2016.

Part 8: Queries

Creditors have the right to request and obtain further information from the External Administrator.

Part 9: Information Sheet

Creditors may access the remuneration information sheet (ASIC Information Sheet 85 – Approving fees: a guide for creditors) at Hayes Advisory’s website under Publications.

www.hayesadvisory.com.au
www.hayesadvisory.com.au/publications/publications/items/category/infocreditors



Schedule of rates as @ 1 July 2015

Private & Confidential

Hayes Advisory Rate \$/Hour (excluding GST)	
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Partner	450
Director	405
Senior Manager	355
Manager	320
Supervisor	300
Senior Analyst 1	270
Senior Analyst 2	260
Analyst 1	220
Analyst 2	170
Graduate	150
Undergraduate	140
Senior Bookkeeper	140
Bookkeeper	130
PA	110
Administration	90

CONVERGENT MINERALS LTD (ADMINISTRATORS APPOINTED)
A.C.N. 120 909 953
ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD FROM COMMENCEMENT TO COMPLETION OF THE DEED OF COMPANY ARRANGEMENT
CALCULATION OF REMUNERATION FOR DEED OF COMPANY ARRANGEMENT PERIOD

Employee	Position	\$ / hour (ex GST)	Total actual hours	Total (\$)	Task Area							
					Assets hrs	\$	Creditors hrs	\$	Dividend hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	5.0	2,250	1.0	450	2.0	900	1.0	450	1.0	450
Geoff Knoke	Director	405	11.0	4,455	5.0	2,025	3.0	1,215	2.0	810	1.0	405
Brandon Lee	Senior Analyst 2	260	13.0	3,380	4.0	1,040	4.0	1,040	3.0	780	2.0	520
Gigliola Hayes	Analyst 1	220	2.0	440	0.0	0	0.0	0	1.0	220	1.0	220
Denise Law	Graduate	150	9.0	1,350	2.0	300	2.0	300	1.0	150	4.0	600
Stephen Walton	Undergraduate	140	5.0	700	0.0	0	1.0	140	2.0	280	2.0	280
Total			45.0	12,575	12.0	3,815	12.0	3,595	10.0	2,690	11.0	2,475
Rounded Up				12,500								
GST				1,250								
Total (incl GST)				13,750								

MONTAGUE RESOURCES AUSTRALIA PTY LTD (ADMINISTRATORS APPOINTED)
A.C.N. 097 875 619
ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD FROM COMMENCEMENT TO COMPLETION OF THE DEED OF COMPANY ARRANGEMENT
CALCULATION OF REMUNERATION FOR DEED OF COMPANY ARRANGEMENT PERIOD

Employee	Position	\$ /hour (ex GST)	Total actual hours	Total (\$)	Task Area							
					Assets hrs	\$	Creditors hrs	\$	Dividend hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	5.0	2,250	1.0	450	2.0	900	1.0	450	1.0	450
Geoff Knoke	Director	405	11.0	4,455	5.0	2,025	3.0	1,215	2.0	810	1.0	405
Brandon Lee	Senior Analyst 2	260	13.0	3,380	4.0	1,040	4.0	1,040	3.0	780	2.0	520
Gigliola Hayes	Analyst 1	220	2.0	440	0.0	0	0.0	0	1.0	220	1.0	220
Denise Law	Graduate	150	9.0	1,350	2.0	300	2.0	300	1.0	150	4.0	600
Stephen Walton	Undergraduate	140	5.0	700	0.0	0	1.0	140	2.0	280	2.0	280
Total			45.0	12,575	12.0	3,815	12.0	3,595	10.0	2,690	11.0	2,475
Rounded Up				12,500								
GST				1,250								
Total (incl GST)				13,750								

AFL RESOURCES PTY LTD (ADMINISTRATORS APPOINTED)
A.C.N. 147 523 751
ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD FROM COMMENCEMENT TO COMPLETION OF THE DEED OF COMPANY ARRANGEMENT
CALCULATION OF REMUNERATION FOR DEED OF COMPANY ARRANGEMENT PERIOD

Employee	Position	\$ /hour (ex GST)	Total actual hours	Total (\$)	Task Area							
					Assets hrs	\$	Creditors hrs	\$	Dividend hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	5.0	2,250	1.0	450	2.0	900	1.0	450	1.0	450
Geoff Knoke	Director	405	11.0	4,455	5.0	2,025	3.0	1,215	2.0	810	1.0	405
Brandon Lee	Senior Analyst 2	260	13.0	3,380	4.0	1,040	4.0	1,040	3.0	780	2.0	520
Gigliola Hayes	Analyst 1	220	2.0	440	0.0	0	0.0	0	1.0	220	1.0	220
Denise Law	Graduate	150	9.0	1,350	2.0	300	2.0	300	1.0	150	4.0	600
Stephen Walton	Undergraduate	140	5.0	700	0.0	0	1.0	140	2.0	280	2.0	280
Total			45.0	12,575	12.0	3,815	12.0	3,595	10.0	2,690	11.0	2,475
Rounded Up				12,500								
GST				1,250								
Total (incl GST)				13,750								

NQ METALS PTY LTD (ADMINISTRATORS APPOINTED)
A.C.N. 125 551 537
ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD FROM COMMENCEMENT TO COMPLETION OF THE DEED OF COMPANY ARRANGEMENT
CALCULATION OF REMUNERATION FOR DEED OF COMPANY ARRANGEMENT PERIOD

Employee	Position	\$ /hour (ex GST)	Total actual hours	Total (\$)	Task Area							
					Assets hrs	\$	Creditors hrs	\$	Dividend hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	5.0	2,250	1.0	450	2.0	900	1.0	450	1.0	450
Geoff Knoke	Director	405	11.0	4,455	5.0	2,025	3.0	1,215	2.0	810	1.0	405
Brandon Lee	Senior Analyst 2	260	13.0	3,380	4.0	1,040	4.0	1,040	3.0	780	2.0	520
Gigliola Hayes	Analyst 1	220	2.0	440	0.0	0	0.0	0	1.0	220	1.0	220
Denise Law	Graduate	150	9.0	1,350	2.0	300	2.0	300	1.0	150	4.0	600
Stephen Walton	Undergraduate	140	5.0	700	0.0	0	1.0	140	2.0	280	2.0	280
Total			45.0	12,575	12.0	3,815	12.0	3,595	10.0	2,690	11.0	2,475
Rounded Up				12,500								
GST				1,250								
Total (incl GST)				13,750								

Appendix



Liquidators' Remuneration Report

REMUNERATION REPORT

Part 1: Declaration

We, Alan Hayes and Christian Sprowles of Hayes Advisory Pty Ltd, have undertaken a proper assessment of this remuneration claim for our appointment as Joint and Several Liquidators of **Convergent Minerals Ltd (Administrators Appointed) ('Convergent')**, **Montague Resources Australia Pty Ltd (Administrators Appointed) ('Montague')**, **AFL Resources Pty Ltd (Administrators Appointed) ('AFL')** and **NQ Metals Pty Ltd (Administrators Appointed) ('NQ Metals')** in accordance with the law and applicable professional standards. We are satisfied that the remuneration claimed is in respect of necessary work, properly performed, or to be properly performed, in the conduct of the Liquidation.

Part 2: Executive Summary

To date, no remuneration has been approved and paid in this Liquidation. This remuneration report details approval sought for the following remuneration:

Company (all Administrators Appointed)	Description (Liquidation period)	Amount (ex GST)
Convergent	Liquidation 22 December 2015 to Completion	15,000
Montague	Liquidation 22 December 2015 to Completion	10,000
AFL	Liquidation 22 December 2015 to Completion	5,000
NQ Metals	Liquidation 22 December 2015 to Completion	5,000
	Total (Estimated)	35,000

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

Part 3: Description of Work Completed

Liquidators' remuneration for the period 22 December 2015 to the completion of the Liquidation for all the companies in the Convergent companies.

Task Area	General Description	Includes
Assets CVG 9.0 Hours \$2,855 Montague 7.0 Hours \$2,190 AFL 1.5 Hours \$630 NQ Metals 1.5 Hours	General	Attend to realisation of other assets i.e. Plant and Equipment and R&D Rebate Liaise with relevant parties for potential realisations

Task Area	General Description	Includes
\$630		
Creditors	Creditor Enquiries	Receive and follow up creditor enquiries via telephone Maintaining creditor enquiry register Review and prepare correspondence to creditors and their representatives via facsimile, email and post Correspondence with committee of creditors members
CVG 15.0 Hours \$4,620		
Montague 9.0 Hours \$2,735	Dealing with proofs of debt	Receipting and filing POD's when not related to a dividend Corresponding with OSR and ATO regarding POD's when not related to a dividend
AFL 6.0 Hours \$1,665	Meeting of Creditors	Preparation of meeting notices, proxies and advertisements Forward notice of meeting to all known creditors 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. Preparation and lodgement of minutes of meetings with ASIC Responding to stakeholder queries and questions immediately following meeting
NQ Metals 6.0 Hours \$1,665		
Investigations	Conducting Investigation	Collection of company books and records Reviewing company's books and records Review and preparation of company nature and history Preparation of deficiency statement Review of specific transactions and liaising with directors regarding certain transactions Liaising with directors regarding certain transactions Preparation of investigation file
CVG 17.0 Hours \$4,985		
Montague 13.0 Hours \$3,800		
AFL 4.5 Hours \$1,650	ASIC reporting	Preparing statutory investigation reports Preparing affidavits seeking non lodgements assistance Liaising with ASIC
NQ Metals 4.5 Hours \$1,650		
Administration	Document maintenance/file review/checklist	First month, then six monthly administration review Filing of documents File reviews Updating checklists
CVG 10.0 Hours \$2,590		
Montague 5.5 Hours \$1,400	Bank account administration	Requesting bank statements Bank account reconciliations Correspondence with bank regarding specific transfers
AFL 4.5 Hours \$1,068	ASIC Form 524 and other forms	Preparing and lodging ASIC forms including 505, 524, 911 etc Correspondence with ASIC regarding statutory forms

Task Area	General Description	Includes
NQ Metals 4.5 Hours \$1,068	ATO and other statutory reporting	Notification of appointment Preparing BAS' Completing group certificates
	Finalisation	Notifying ATO of finalisation Cancelling ABN / GST / PAYG registration Completing checklists Finalising WIP
	Planning / Review	Discussions regarding status of administration
	Books and records / storage	Dealing with records in storage Sending job files to storage

Part 4: Calculation of Remuneration

See attached schedules setting out the Estimated Calculation of Remuneration for the period 22 December 2015 to the completion of the Liquidation (marked 'I1' to I4').

See attached hourly rates utilised by Hayes Advisory Pty Ltd as at 1 July 2015.

Part 5: Statement on Remuneration

At the forthcoming meeting of creditors to be held on 22 December 2015, creditors will be asked to approve the following resolution:

Convergent Minerals Ltd (Administrators Appointed)

'That the remuneration of the Liquidators, as set out in the Liquidators' remuneration report, for the period 22 December 2015 to completion is charged in accordance with the hourly rates of Hayes Advisory as at 1 July 2015 (as amended from year to year, by a maximum of 10%) and be fixed at \$15,000 plus any applicable GST and that the Liquidators be authorised to make payment on account as required.'

Montague Resources Australia Pty Ltd (Administrators Appointed)

'That the remuneration of the Liquidators, as set out in the Liquidators' remuneration report, for the period 22 December 2015 to completion is charged in accordance with the hourly rates of Hayes Advisory as at 1 July 2015 (as amended from year to year, by a maximum of 10%) and be fixed at \$10,000 plus any applicable GST and that the Liquidators be authorised to make payment on account as required.'

AFL Resources Pty Ltd (Administrators Appointed)

'That the remuneration of the Liquidators, as set out in the Liquidators' remuneration report, for the period 22 December 2015 to completion is charged in accordance with the hourly rates of Hayes Advisory as at 1 July 2015 (as amended from year to year, by a maximum of 10%) and be fixed at \$5,000 plus any applicable GST and that the Liquidators be authorised to make payment on account as required.'

NQ Metals Pty Ltd (Administrators Appointed)

'That the remuneration of the Liquidators, as set out in the Liquidators' remuneration report, for the period 22 December 2015 to completion is charged in accordance with the hourly rates of Hayes Advisory as at 1 July 2015 (as amended from year to year, by a maximum of 10%) and

be fixed at \$5,000 plus any applicable GST and that the Liquidators be authorised to make payment on account as required.'

Part 6: Report on External Administration

Please see attached Administrators' Report to Creditors dated 15 December 2015.

Part 7: Disbursements

Disbursements are divided into three types:

- Externally provided professional services - these are recovered at cost. An example of an externally provided professional 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 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.

We are not required to seek creditor approval for disbursements, but must account to creditors. Details of the basis of recovering internal disbursements in this administration are provided below. Full details of any actual costs incurred will be provided with future reporting.

Disbursements	Rate (Excl GST)
Advertising	At Cost
Search fees	At Cost
Courier	At Cost
Printing, Faxes & Photocopies	\$0.20 per page
Postage	At Cost
Travel – staff by own vehicle	\$0.66 per km
Travel – other	At cost

Disbursements scale applicable for the financial year ended 30 June 2016.

Part 8: Queries

Creditors have the right to request and obtain further information from the External Administrator.

Part 9: Information Sheet

Creditors may access the remuneration information sheet (ASIC Information Sheet 85 – Approving fees: a guide for creditors) at Hayes Advisory's website under Publications.

www.hayesadvisory.com.au
www.hayesadvisory.com.au/publications/publications/items/category/infocreditors



Schedule of rates as @ 1 July 2015

Private & Confidential

	<i>Hayes Advisory Rate \$/Hour (excluding GST)</i>
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Partner	450
Director	405
Senior Manager	355
Manager	320
Supervisor	300
Senior Analyst 1	270
Senior Analyst 2	260
Analyst 1	220
Analyst 2	170
Graduate	150
Undergraduate	140
Senior Bookkeeper	140
Bookkeeper	130
PA	110
Administration	90

CONVERGENT MINERALS LTD (ADMINISTRATORS APPOINTED)
A.C.N. 120 909 953
ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD 15 DECEMBER 2015 TO COMPLETION
CALCULATION OF REMUNERATION FOR LIQUIDATION PERIOD

Employee	Position	\$/hour (ex GST)	Total actual hours	Total (\$)	Task Area					
					Assets hrs	\$	Creditors hrs	\$	Investigation hrs	Administration hrs
Alan Hayes	Partner	450	4.0	1,800	1.0	450	1.0	450	1.0	1.0
Geoff Knoke	Director	405	16.0	6,480	3.0	1,215	6.0	2,430	5.0	2.0
Brandon Lee	Senior Analyst 2	260	19.0	4,940	4.0	1,040	5.0	1,300	8.0	2.0
Gigliola Hayes	Analyst 1	220	1.0	220	0.0	0	0.0	0	0.0	1.0
Denise Law	Graduate	150	7.0	1,050	1.0	150	2.0	300	1.0	3.0
Stephen Walton	Undergraduate	140	4.0	560	0.0	0	1.0	140	2.0	1.0
Total			51.0	15,050	9.0	2,855	15.0	4,620	17.0	10.0
Rounded Up				15,000						
GST				1,500						
Total (Incl GST)				16,500						

MONTAGUE RESOURCES PTY LTD (ADMINISTRATORS APPOINTED)
A.C.N. 097 875 619
ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD 15 DECEMBER 2015 TO COMPLETION
CALCULATION OF REMUNERATION FOR LIQUIDATION PERIOD

Employee	Position	\$ / hour (ex GST)	Total actual hours	Total (\$)	Task Area															
					Assets hrs		\$		Creditors hrs		\$		Investigation hrs		\$		Administration hrs		\$	
					hrs	\$	hrs	\$	hrs	\$	hrs	\$	hrs	\$	hrs	\$				
Alan Hayes	Partner	450	3.5	1,575	1.0	450	1.0	450	1.0	450	1.0	450	0.5	225						
Geoff Knoke	Director	405	10.0	4,050	2.0	810	3.0	1,215	4.0	1,620	1.0	405								
Brandon Lee	Senior Analyst 2	260	12.0	3,120	3.0	780	3.0	780	5.0	1,300	1.0	260								
Gigliola Hayes	Analyst 1	220	1.0	220	0.0	0	0.0	0	0.0	0	1.0	220								
Denise Law	Graduate	150	4.0	600	1.0	150	1.0	150	1.0	150	1.0	150								
Stephen Walton	Undergraduate	140	4.0	560	0.0	0	1.0	140	2.0	280	1.0	140								
Total			34.5	10,125	7.0	2,190	9.0	2,735	13.0	3,800	5.5	1,400								
Rounded Up				10,000																
GST				1,000																
Total (incl GST)				21,125																

AFL RESOURCES PTY LTD (ADMINISTRATORS APPOINTED)
A.C.N. 147 523 751
ESTIMATED HOURS TO BE INCURRED FOR THE PERIOD 15 DECEMBER 2015 TO COMPLETION
CALCULATION OF REMUNERATION FOR LIQUIDATION PERIOD

Employee	Position	\$/hour (ex GST)	Total actual hours	Total (\$)	Task Area							
					Assets hrs	\$	Creditors hrs	\$	Investigation hrs	\$	Administration hrs	\$
Alan Hayes	Partner	450	3.0	1,350	0.5	225	1.0	450	1.0	450	0.5	225
Geoff Knoke	Director	405	4.5	1,823	1.0	405	1.0	405	2.0	810	0.5	203
Brandon Lee	Senior Analyst 2	260	4.0	1,040	0.0	0	2.0	520	1.5	390	0.5	130
Gigliola Hayes	Analyst 1	220	1.0	220	0.0	0	0.0	0	0.0	0	1.0	220
Denise Law	Graduate	150	2.0	300	0.0	0	1.0	150	0.0	0	1.0	150
Stephen Walton	Undergraduate	140	2.0	280	0.0	0	1.0	140	0.0	0	1.0	140
Total			16.5	5,013	1.5	630	6.0	1,665	4.5	1,650	4.5	1,068
Rounded Up				5,000								
GST				500								
Total (incl GST)				5,500								

NQ METALS PTY LTD (ADMINISTRATORS APPOINTED)
A.C.N. 125 551 537
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