



KordaMentha

NOTIFICATION TO INVESTORS

15 April 2013

Dear Investor

LM Managed Performance Fund ABN 95 595 833 174 ('the Fund')

On 12 April 2013, KordaMentha and our affiliated firm Calibre Capital Limited were appointed as trustees of the LM Managed Performance Fund pursuant to an Order of the Supreme Court of Queensland in Brisbane.

LM Investment Management Limited ('Administrators Appointed') ('LMIM') was previously the trustee of the Fund. We note that John Park and Ginette Muller of FTI Consulting were appointed as Voluntary Administrators of this company on 19 March 2013.

However, pursuant to our appointment, LMIM has been removed and replaced as trustee of the Fund.

Priorities as new trustee

Our initial priorities as trustee are to:

- preserve and retain the value of the assets and investments of the Fund
- assess the overall financial position of the Fund and its investments
- enable investors' concerns and desires to be communicated
- consider and investigate the previous operation of the Fund including historical application of investors' funds and transactions involving related parties
- enable the position of the Fund to be openly explained to investors.

Status of the Fund, redemptions and interest payments

The status of the fund is being investigated. Based on our preliminary investigations, it is our understanding that:

- the Fund is closed and no further monies are being accepted by the Fund
- all interest payments and redemptions are suspended
- the Fund is not considering any further investments.

Should our further investigations indicate anything to the contrary, we will notify investors.

**Corporate Recovery Services
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Liability limited by a scheme
approved under Professional
Standards Legislation

Brisbane

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Further communication with investors

On an ongoing basis we will be updating investors in relation to those priority issues listed above and all relevant matters in relation to the Fund.

Investors are able to obtain further information in the interim as follows:

- All investors can telephone +61 7 3338 0286
- All investors can access the KordaMentha website at www.kordamentha.com

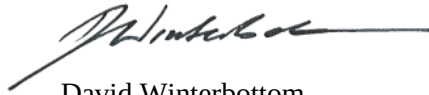
Additionally, specific questions are able to be emailed to linvestors@kordamentha.com. We will answer your questions as soon as possible. In the interim, you may also contact David James on +61 7 3338 0281 or djames@kordamentha.com if you have any questions.

We are in the process of obtaining the books and records of the Fund. If your contact details have changed since your initial investment, we ask that you forward these details to the above email address.

Yours sincerely



Simon Vertullo
Partner



David Winterbottom
Partner