



**FINANCIAL
PARTNERS**

Financial Partners Holdings Limited

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Date: 29 April 2013

Dear Shareholder

LM MPF Investment - UPDATE

Further to the announcement of LM Investment Management going into "Voluntary Administration", I can confirm that we have taken the following actions:

- Financial Partners sent Peter Kende (PK) and Cameron Knox (CK) to Australia to meet with the court appointed Trustees of the Managed Performance Fund KordaMentha on Monday 22 April 2013. They have been moving through the paperwork quickly, but they do need time. KordaMentha can be viewed on the internet and describe themselves as 'Corporate Recovery' specialists. The group contains a property management specialist Calibre Capital Limited.
- PK and CK also met with FTI Consulting on Friday 19 April 2013 who were appointed by LM Investment Management under the "Voluntary Administration" decision. The ideal scenario is that KordaMentha and FTI Consulting take investor interests as their number one objective. The initial feedback from PK and CK is that both firms are professional and well run. However, given that they are managing two different aspects of the LM business, their interests will vary and will be largely dictated by how the forensic accounting unfolds.
- Additionally, Brendan Moloney (BM) was sent to Australia to sit on the creditors committee of the LMIM (in administration) fund.

Please see the attached notification from KordaMentha dated 15 April 2013 which reinforces their priority to preserve and retain the value of the assets and investments of the fund.

The current position is complex and both firms will need some more time to assess the value of the assets and possible solutions.

As always if you wish to discuss certain aspects in more detail please contact me directly via legal@financial-partners.biz.

Yours sincerely

Darren Dale
Head of Legal