



PKF Melbourne
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18th February 2026

TO THE CREDITOR AS ADDRESSED

Dear Sir / Madam

SOUTHERN CROSS FARMS AUSTRALIA PTY. LTD. ACN: 138 737 989
ATF SOUTHERN CROSS FARMS AUSTRALIA UNIT TRUST (RECEIVERS APPOINTED) ABN: 98 193 717 052
SOUTHERN CROSS FARMS SA PTY. LTD. ACN: 142 969 980 ("SCF SA")
ATF SOUTHERN CROSS FARMS SA UNIT TRUST (RECEIVERS APPOINTED) ABN: 28 112 121 646
BOTH (ADMINISTRATORS APPOINTED) ("THE COMPANIES")

I refer to previous correspondence; in particular my letter dated 29th August 2025.

As advised, an application was made to the Federal Court of Australia seeking an extension of the convening period for the second meeting of creditors. This application was granted on 28th August 2025 and the convening period was extended to 2nd March 2026. At present, the latest date for the second creditors meeting to be held is on or before 9th March 2026.

If the convening period had not been extended, it was likely that the companies would have been placed into liquidation. A liquidation could have resulted in one or all of the following outcomes occurring:

- (a) the closure of the companies' operations;
- (b) significantly reduce the value of the companies' assets as they would not be able to be sold as a going concern; and
- (c) deprive the companies of an opportunity to restructure and as a result reduce the return to creditors.

Since the granting of the extension of the convening period, the Administrators have undertaken an extensive marketing and sales campaign in order to sell the business operated by the companies as a going concern.

A successful campaign has been undertaken and while the sale process is still ongoing final negotiations with a preferred interested party are well advanced.

As such it is expected that execution and exchange of sale contracts will occur in the coming weeks.

Given the above a further extension of the convening period is required to facilitate the continued trading of the business as well as provide time for sale of business agreements to be executed and for completion of the sale transaction in accordance with those agreements to occur. I have instructed my solicitors to file an urgent application with the Federal Court of Australia seeking orders which provide a further extension of up to four months for the Administrators to convene the second meetings of creditors of the companies.

The Administrators' focus remains on preserving the value of the assets of the companies to ensure the maximum possible return to creditors.

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Unless a further extension of the convening period for the second creditors' meeting is secured, the companies will likely be placed in liquidation, which would not be in the interests of creditors for the following reasons:

- a) Liquidation could make it difficult for the business to continue to operate, thereby jeopardising the proposed sale transaction which in turn would diminish the return to creditors.
- b) If the business ceased to trade as a result of liquidation it could result in the retrenchment of the companies' workforce; and
- c) Liquidation may result in the termination of valuable licences which the companies hold and valuable agreements which the companies are party to.

If there are any concerns about the foreshadowed application, please raise them with my office in writing by no later than close of business, Monday 23rd February 2026.

Please contact Mr. J. Best at this office on 03 9679 2275 or via email jbest@pkf.com.au if you require any further information regarding the affairs of the company.

Yours faithfully

A handwritten signature in black ink, appearing to read 'G.J. Franklin', written in a cursive style.

G.J. FRANKLIN

Joint and Several Administrator