

11 March 2021



INFORMATION FOR MEMBERS

**COMBINED SERVICES RSL CLUB CO-OPERATIVE LTD
ABN 13 485 506 734
(ADMINISTRATORS APPOINTED)
TRADING AS BARRACKS ON BARRACK
("THE CLUB")**

As some members may already be aware, on 17 February 2021, David Sampson and I were appointed as Joint Voluntary Administrators to the Club following the Club receiving approval for our appointment from the Independent Liquidator and Gaming Authority ("ILGA").

We thought it appropriate to contact all members of the Club to ensure that all members are apprised of what is happening in relation to the Club and also what steps are being taken with a view to the Club surviving into the future.

Upon our appointment, we took steps to determine whether the Club had sufficient funds available to facilitate ongoing trading under our control and supervision. This analysis resulted in a determination that the Club would be able to continue to operate.

The purpose and/or reasons for our appointment and us continuing to trade the Club's operations is to:

- Enable a moratorium to be put in place in relation to creditor claims whilst a plan for the future of the Club is formulated;
- Facilitate a Deed of Company Arrangement ("DOCA") being propounded for the benefit of the Club's creditors to maximise the return to be paid to them; and
- Enable the continuation of an amalgamation process that was commenced prior to our appointment as Administrators.

Each of the above are related to taking steps with a view to the survival of the Club and ongoing provision of its facilities for members.

As members who have attended the Club since our appointment on 17 February will have noticed we have not only continued trading of the Club we have also worked with representatives of City Tattersalls Club ("CTC") to ensure that the renovations being conducted at the Club's premises that were commenced shortly prior to our appointment are continued. These renovations have included the following:

- Refitting of the main bar area on the Ground floor;
- Closing in the gaming machine area on the Ground floor;
- Installation of 11 new poker machines in the gaming area on the Ground floor;
- Refitting the Balcony area;
- Updates to audio systems and installation of new TVs on the Ground floor;
- Refitting of the amenities/restrooms on Level 1 in the Restaurant area.

Matters that we will be required to attend to over the ensuing weeks include the following:

- Ongoing oversight of trading;
- Working with CTC to finalise renovations to the Club's premises;

- Conducting our investigations and preparation of a report to the Club's creditors which will include our recommendation regarding the future of the Club;
- Liaising with CTC regarding terms of any potential DOCA for consideration by the Club's creditors; and
- Liaising with CTC and other stakeholders regarding any proposed amalgamation between the Club and CTC.

In the interim, we encourage members to come in to have a look at the changes that have occurred at the Club and at the same time, take the opportunity to reacquaint themselves with the Club and its facilities and through additional patronage at the Club help with the work that is being done to secure the future of the Club.

Yours faithfully



DAVID HURST & DAVID SAMPSON | JOINT & SEVERAL ADMINISTRATORS