

Our ref: RE/AH/AR/11695/28

1 May 2017

TO THE CREDITOR & SHAREHOLDER AS ADDRESSED

Dear Sir/Madam,

UGLII CORPORATION LIMITED (“UGLII”)

A.C.N. 085 265 309

TRARALGON TECHNOLOGY HOLDINGS LIMITED

A.C.N. 130 403 520

UGLII FIND AUSTRALIA LIMITED

A.C.N. 101 790 505

BIZMIO LIMITED

A.C.N. 123 172 412

PROJECTS DISCOVERY SERVICES PTY LTD

A.C.N. 112 690 347

COLLECTIVELY KNOWN AS THE “UGLII GROUP”

&

GLOBAL ADS SYSTEM PTY LTD (FORMERLY UGLII ADS SYSTEM PTY LTD)

(‘GLOBAL’)

A.C.N. 604 405 263

(ALL IN LIQUIDATION)

By Orders made in the Federal Court of Australia – Victoria we were appointed Joint & Several Liquidators of the UglII Group on 6 December 2016 and Joint & Several Liquidators of Global on 2 March 2017

As a consequence of our appointment the powers of all of the directors have ceased and we now control the UglII Group and Global.

Please be advised that we will not be convening a meeting of creditors at this point in time as we are without funds.

1. IMPORTANT INFORMATION FOR CREDITORS & SHAREHOLDERS

Offer for UglII Intellectual Property

We have recently received an offer from Cockatoo Intellectual Property Ltd (‘CIP’) to acquire:

- all of the remaining intellectual property (being various patents and trademarks), presently in UglII’s name; and
- the UglII System, Taxonomy, Gov-Biz-Mate and translations of the system.

It is our understanding that CIP is associated with Mr Knorr and/or Mrs Knorr. We have been advised by Mrs Knorr that CIP intends to acquire these assets for the benefit of the Uglii Group's shareholders.

The purchase price offered by CIP is currently confidential.

As creditors and shareholders were previously advised, we are presently without funds and have, to date, not received any interest or offers in the assets sought by CIP. Prior to entering into further negotiations with CIP regarding its offer, should any party wish to make an offer to acquire these assets, please put your offer in writing to us within the next seven (7) days.

Creditors and shareholders will recall our previous advice to them that Mr Knorr has asserted proprietary rights as the "inventor" of the Uglii system over the various patents pursuant to an Intellectual Property licencing agreement dated 6 September 2005. Whilst we have disputed the claims of Mr Knorr, the offer received from CIP will resolve this dispute.

Any alternate offers made by any party to acquire the assets sought by CIP will be subject to Mr Knorr's claim and any sale by Uglii to any other party may be the subject of litigation by Mr Knorr.

Mr Knorr had previously advised us of his intention, together with a group of people known as 'Team 15' to sell the Gov-Biz-Mate software owned by Uglii. Whilst we have sought details from Mr Knorr as to who comprise the team and of details regarding this purported sale campaign, as at the time of writing, no information has been provided. We note that Mr Knorr is also claiming a proprietary interest in this software which is the subject of CIP's offer.

We have not received any offers, other than from CIP, for the Gov-Biz-Mate software.

Despite an offer being received from CIP, we understand from our discussions with Mr & Mrs Knorr that the search engine that was being developed by the Uglii Group to allow for the various geographic, spatial and taxonomy searches has not been complete and is not at a level where it is commercially saleable.

Estimated outcome for creditors

In the event that an Asset Sale Agreement is entered into with CIP a dividend to unsecured creditors will be payable. However, the sale price offered is insufficient to fully extinguish the known unsecured creditors of the company. Accordingly, it is not anticipated that there will be any return to the company's shareholders.

Creditors have previously been provided with a Formal Proof of Debt claim form which we required them to complete detailing amounts outstanding and attach any supporting documentation evidencing the debt due. Should the sale with CIP proceed, we will correspond with all creditors again seeking the provision of this claim form so that they may participate in any subsequent distribution.

2. INVESTIGATIONS

An investigation of the companies' affairs is being conducted. The outcomes of our investigations will be reported to ASIC. Creditors who have any information which would assist our investigations are requested to write to us setting out full particulars.

This documentation can be provided to us either by mail or by email care of info@brookebird.com.au

Dependent upon the outcomes of our investigations, public examinations of the directors of the Uglli Group and other persons of interest may be undertaken. It is anticipated that this process may take several months.

3. REMUNERATION

As previously mentioned, none of the companies to which we have been appointed have any funds available. Accordingly, we are not presently seeking creditor approval of our time costs incurred to date. In the event that a sale of the Uglli Group's patents, trademarks and software occurs which would enable us to be paid, a meeting of creditors will be convened and a detailed remuneration report prepared.

4. FURTHER INFORMATION

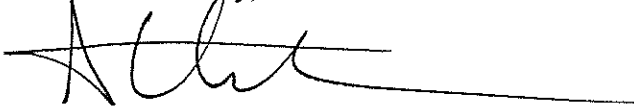
A copy of the Information Sheet "Insolvency – a guide for creditors" can be downloaded from www.asic.gov.au.

For background regarding the reasons for ASIC's application to wind up the Uglli Group and Global, we direct you to the following website:

<http://asic.gov.au/about-asic/media-centre/key-matters/uglli-group/>

Should you require any further information, please contact our office.

Yours faithfully,



ROBYN ERSKINE & ADRIAN HUNTER
JOINT & SEVERAL LIQUIDATORS