

15 August 2025

Circular to creditors

Dear Sir / Madam

Keystone Asset Management Limited (Receivers and Managers Appointed) (In Liquidation) ACN 612 443 008 (KAM or the Company)

Our Appointment as Receivers and Managers of the Company

As you may be aware, on 28 August 2024, Lucica Palaghia and I were appointed by the Federal Court of Australia (**Court**) as joint and several receivers and managers of the property of KAM in all its capacities including:

- Responsible Entity for the Shield Master Fund (ARSN 650 112 057) (**SMF**)
- Trustee for the Advantage Diversified Property Fund (**ADPF**); and
- Trustee for the Quantum PE Fund (together, the **Funds**).

On 31 March 2025, orders were made by the Court to remove Lucica Palaghia as a joint and several receiver and manager with Ms Palaghia replaced by Glen Kanevsky. As such, Glen Kanevsky and I are the currently appointed joint and several receivers and managers (**Receivers**) of KAM's property including the Funds.

Our Appointment as Liquidators of the Company

As you may be aware, Glen Kanevsky and I were appointed as joint and several liquidators (**Liquidators**) of the Company at the second meeting of creditors of the Company which was held on 2 December 2024. Our appointment as joint and several liquidators of the Company followed

- The appointment of Scott Langdon, John Mouawad and Michael Korda of KordaMentha (**Initial Administrators**) as joint and several voluntary administrators of the Company on 28 August 2024, and
- The appointment of Lucica Palaghia and I as joint and several voluntary administrators of the Company replacing the Initial Administrators pursuant to an order of the Court dated 5 September 2024.

Intention to Declare an Interim Distribution to Investors of the Funds

In our role as Receivers, we have identified assets which we consider may be distributed to qualifying unit holders of the SMF from property held by KAM as responsible entity of the SMF. As such, it is our intention to apply to the Court to authorise the proposed interim distribution.

Creditor Claims entitled to be paid from the Property of the SMF

In order to complete an interim distribution to qualifying unit holders, we will set aside and retain a sufficient amount of the SMF's property to pay creditors who may be entitled to be paid from that property. As the purpose of the interim distribution is to return money to unit holders, the Receivers may seek that unit holders, those claiming through or against them, and underlying investors asserting claims against KAM do not claim from the property retained for creditors so that the interim distribution can be effected. For the avoidance of doubt, the Receivers encourage all persons who consider themselves to be creditors to lodge a proof of debt.

Notice inviting creditors to submit a Formal Proof of Debt and the purpose of this process

To enable us to determine the amount of the SMF's property to be set aside and retained to pay any creditors who may be entitled to be paid from that property, we are providing any potential creditors with the following attached documents:

1. Notice to submit particulars of debt or claim – Form 534
2. Formal proof of debt or claim – Form 535, and
3. Formal proof of debt or claim on behalf of employees – Form 536.

Please be advised that we are requesting that all creditors of KAM complete the attached formal proof of debt claim form and submit same to us together with all supporting documents by **Friday, 5 September 2025**.

Please note that creditors' responses to this notice to submit a formal proof of debt claim form are important because we will use this information to determine the amount of the SMF's property to be set aside and retained when applying to the Court to authorise an interim distribution to qualifying unit holders of the SMF. If we are not aware of your claim, we may not set aside and retain a sufficient amount. The intention of this notice is to guard against this risk, and your proof of debt claim will be an important contribution.

Please also note that submitting your proof of debt claim form does not mean that your claim is admitted. We will consider your proof of debt claim, together with any provided supporting documentation, and we will contact you regarding your claims.

Distributions to any creditors who are entitled to be paid from the SMF's Property

While we propose to set aside and retain sufficient property to pay creditors if creditors are entitled to be paid from SMF property, the question of whether KAM's creditors are entitled to be paid from SMF property has not yet been determined. The outcome is likely to depend on our ongoing investigations and the results of litigation which is currently before the courts. More detail in relation to these matters is available in section 7 of the liquidators' statutory report to creditors pursuant to section 70-40 of the *Insolvency Practice Rules (Corporations)* dated 26 February 2025. A copy of the report is available at the following website:

https://www.alvarezandmarsal.com/am_aus_insolvency/keystone-asset-management-ltd

Creditors involved in the Proposed Payment Approval Process

You may be aware that between 26 June 2024 and 28 August 2024, the Court implemented a process where KAM's proposed payments and other proposed transactions were submitted to Ms Palaghia and I as "proposed payments approvals" (**PPA**) to verify whether they were permitted transactions under the Court's orders dated 26 June 2024. A copy of this Court order is available at the following website:

https://www.alvarezandmarsal.com/am_aus_insolvency/keystone-asset-management-ltd

Some creditors receiving this notice will have claims that were subject to the PPA process and some of those claims will have been approved by Ms Palaghia and I as permitted transactions prior to the termination of the PPA process on 28 August 2024.

Creditors whose claims were subject to the PPA process should submit a proof of debt claim form, together with all relevant supporting documentation, in response to this notice in the ordinary way. **Please be aware that, prior to completing the proposed interim distribution to qualifying unit holders of the SMF, we will be applying to the Court to seek directions regarding payment of amounts that Ms Palaghia and I approved as permitted transactions under the Court's orders dated 26 June 2024. PPA creditors will receive prior notice of this application.**

We appreciate the patience of creditors whose claims were subject to the PPA process.

Queries, Assistance and Further Information

Should you have any queries or require any assistance or further information, please contact us by email to shieldinvestors@alvarezandmarsal.com.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Jason Tracy', with a stylized, flowing script.

Jason Tracy

Joint and Several Liquidator and Joint and Several Receiver and Manager

NOTICE INVITING FORMAL PROOF OF DEBT OR CLAIM

Keystone Asset Management Limited
(Receivers and Managers Appointed) (In Liquidation)
ACN 612 443 008
(KAM or the Company)

Take notice that creditors of the Company, whose debts or claims have not already been admitted, are required on or before **Friday, 5 September 2025**, to submit particulars of their debts or claims and to establish any title they may have to priority by delivering or posting to us at our address a formal proof of debt or claim in accordance with Form 535 or 536 containing their respective debts or claims. If they do not, they will be excluded from:

- (a) the benefit of any distribution made before their debts or claims are proved or their priority is established; and
- (b) objecting to the distribution.

Form of proof may be obtained from us.

Dated: 15th day of August 2025



Jason Tracy
Joint and Several Liquidator and Joint and Several Receiver and Manager

Alvarez & Marsal
Level 25, 20 Bond Street
SYDNEY NSW 2000
shieldinvestors@alvarezandmarsal.com

FORM 535

*Subregulation 5.6.49 (2)
Corporations Act 2001*

FORMAL PROOF OF DEBT OR CLAIM (GENERAL FORM)

To the Joint and Several Liquidators of Keystone Asset Management Limited (Receivers and Managers Appointed) (In Liquidation) **ACN 612 443 008 (the "Company")**

1. This is to state that the Company was on 28 August 2024, and still is, justly and truly indebted to:

_____ full name, ABN
_____ and address of the creditor and, if applicable, the creditor's partners. If prepared by an employee or agent of the creditor, also insert a description of the occupation of the creditor) for _____ dollars and _____ cents

Particulars of the debt are:

Date	Consideration (state how the debt arose)	Amount \$	Remarks (include details of voucher substantiating payment)

2. To my knowledge or belief the creditor has not, nor has any person by the creditor's order, had or received any satisfaction or security for the sum or any part of it except for the following:

(insert particulars of all securities held. If the securities are on the property of the company, assess the value of those securities. If any bills or other negotiable securities are held, show them in a schedule in the following form).

Date	Drawer	Acceptor	Amount \$	Due Date

3. Signed by (select option):

- ☐ I am the creditor personally.
- ☐ I am employed by the creditor and authorised in writing by the creditor to make this statement. I know that the debt was incurred for the consideration stated and that the debt, to the best of my knowledge and belief, remains unpaid and unsatisfied.
- ☐ I am the creditor's agent authorised in writing to make this statement in writing. I know the debt was incurred for the consideration stated and that the debt, to the best of my knowledge and belief, remains unpaid and unsatisfied.

Signature: _____ Dated: _____

Name: _____ Occupation: _____

Address: _____

RECEIVE REPORTS BY EMAIL

Do you wish to receive all future reports and correspondence from our office via email?

Yes No

☐ ☐

Email:.....

FORM 536

subregulation 5.6.49(2)
Corporations Act 2001

FORMAL PROOF OF DEBT OR CLAIM ON BEHALF OF EMPLOYEES)

To the Joint and Several Liquidators of Keystone Asset Management Limited (Receivers and Managers Appointed) (In Liquidation) **ACN 612 443 008 (the "Company")**

I, _____, (full name of person making the statement) of _____
_____, (full address) being _____ (occupation) state:

1. the Company was, on 28 August 2024, and still is, indebted to the persons whose names, addresses and descriptions appear in Columns 2, 3 and 4 in the Schedule.
2. the debt is for wages, salaries, annual leave, retrenchment payments or long service leave, due to them for services rendered while employed by the Company during the periods set out in Column 5 against the names of the persons.
3. the debt of the Company due to each person is for the amount set out in Column 6 against the name of that person.
4. none of those persons has had or received any satisfaction or security in respect of that debt.
5. I am authorised as _____ and the source of my information is: _____

Signature: _____ Dated: _____

Name: _____ Occupation: _____

SCHEDULE

Column 1 No	Column 2 Full name	Column 3 Address of employee	Column 4 Description	Column 5 Period for which claim is made (see <i>note below</i>)	Column 6 Amount of claim

Note: In case of a claim for annual leave or long service leave, insert a description of the claim.