

Jenkin Family Superannuation Fund

25 March, 2010

From:

Glengowen Pty. Ltd.
157 Brisbane St
Dubbo, NSW, 2830
Australia

To whom it may concern

Loan to the trustee of the Jenkin Family Superannuation Fund (Fund)

We refer to the proposed loan for \$330,000.00 (**loan money**) by the Westpac Banking Corporation Pty Ltd Pty. Ltd. ACN 007457141 (**lender**) to the Fund.

The Fund understands that, before the lender makes the loan money available to the Fund, the lender must be satisfied that the Fund complies with superannuation law. Accordingly, the trustee:

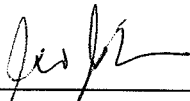
- 1 **Attaches** the most recent letter from the Fund's auditor confirming the Fund complies with superannuation law as at the date of the audit referred to in that letter;
- 2 **Confirms** that the Fund is registered with the Australian Taxation Office as a regulated and complying self-managed superannuation fund under the *Superannuation Industry (Supervision) Act 1993 (SIS Act)*;
- 3 **Attaches** a print out from the Federal Government's Super Fund Lookup Service ([http://abr.business.gov.au/\(ifiauv453isr2445sb1uat45\)/super.aspx](http://abr.business.gov.au/(ifiauv453isr2445sb1uat45)/super.aspx)) confirming that the Fund has a 'complying' status;
- 4 **Confirms** that the purchase of, investment in and holding of the assets which will be purchased with the loan money will comply in all respects with superannuation law, including:
 - 4.1 The requirements of section 67(4A) of the *Superannuation Industry (Supervision) Act 1993*:
 - 4.1.1 that the loan money only be used to purchase the assets; and
 - 4.1.2 concerning the structure of the 'instalment warrant arrangement' by which the assets will be purchased and held;
 - 4.2 The requirements of the SIS Act concerning the restrictions on acquiring assets from related parties of the Fund;
 - 4.3 The requirements of the SIS Act concerning the purchase of, investment in and holding of the assets complying with the 'sole purpose test' and not breaching the 'in-house asset rules';

- 4.4 The requirements of the SIS Act that the purchase of, investment in and holding of the assets constitutes a prudent investment made in accordance with the Fund's investment strategy; and
- 4.5 The requirements of the SIS Act that all relevant transactions contemplated by the 'instalment warrant arrangement' are entered into at arm's length or on arm's length terms in accordance with section 109 of the SIS Act.
- 5 **Confirms** that the Fund has an investment strategy and **attaches** a copy of that investment strategy; and
- 6 **Confirms** that clause 141 of the Fund's trust deed authorises, and that the trustee has done all things necessary to authorise, the borrowing of the loan money from the lender, including authorising of the Loan Agreement, Declaration of Custody Trust for the Jenkin Family Superannuation Fund and Mortgage.

Any questions in relation to the above should be directed to the Fund's trustee as follows:

Glengowen Pty. Ltd.
157 Brisbane St
Dubbo, NSW, 2830
Australia

Yours sincerely



John William Jenkin

For and on behalf of the trustee of the Fund