

Tamworth Office
22 July 2005

Mr. R. Torbay MP
Member for Northern Tablelands
P.O. Box 77
ARMIDALE NSW 2350

Facsimile 6772 5026

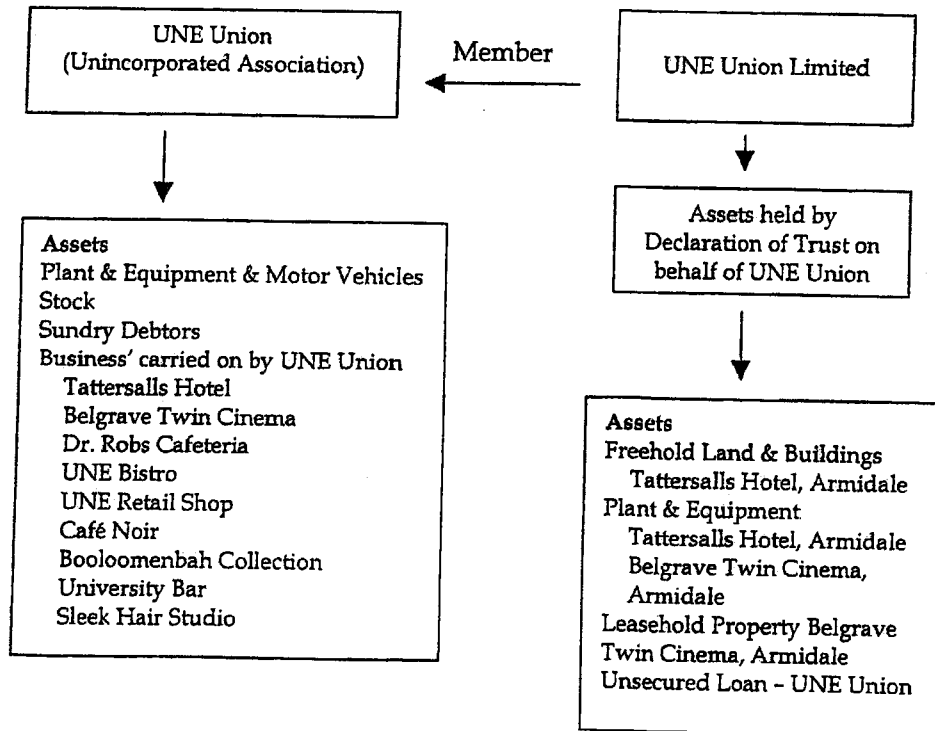
Dear Richard,

UNE Union Limited (Administrator Appointed) ABN 29 065 648 419
UNE Union (Receiver and Manager Appointed) ABN 166 868 818 972

I refer to our meeting yesterday with Mr. Graeme Dennehy in respect of the proposed restructure of the student group of the University of New England.

To assist you with your submission to the Office of State Revenue to seek consideration for stamp duty exemption on the restructure I now outline the current structure and the proposed restructure.

Current Structure



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Proposed Restructure

1. UNE Union Limited constitution is to be amended to make it a controlled entity of the University of New England which will have the effect of the University being its sole member and the right to appoint its directors.
2. The declaration of trust that UNE Union Limited holds its assets on behalf of UNE Union is to be dissolved.
3. All assets and liabilities of UNE Union and those that are held on behalf of UNE Limited as trust for UNE Union be assigned to the reconstructed UNE Limited.
4. The Council of the University of New England gives an undertaking to the reconstructed UNE Limited to underwrite its assets and liabilities in order to continue to provide ongoing services to its students.
5. The restructure be proposed to creditors of UNE Union Limited for approval by way of a deed of company arrangement to be approved by them under Section 439A of the Corporations Act.
6. The restructure to be proposed to the officers of UNE Union for approval by way of a deed of arrangement.

The above proposal has the support of the Chancellor of the University of New England and its Council.

Should you or the Office of State Revenue require any further information please do not hesitate to contact me.

Given the time constraints to seek approval under the Corporations Act of the creditors of UNE Union Limited I would appreciate your urgent assistance in making this submission to the Office of State Revenue.

Thank you for your assistance.

Yours sincerely,
UNE Union
UNE Union Limited

Stephen N. Hall
Receiver and Manager
Administrator

Cc. Chancellor, Mr. J. Cassidy UNE
Executive Director, Mr. G. Dennehy UNE

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