

Dear Sir

I write in relation to our phone conversation on Tuesday 29th July 2014.

As stated to you, in March 2014 we were unsecured creditors of Sapphire (SA) Pty Ltd

Since Sapphire went into external administration, we have become aware of other Grain Traders, who have also been placed in external administration and or liquidation.

We accept that there is volatility in the growing of Grain, marketing and pricing – however we can not accept, the lack of security of grower's funds, held with Grain Traders.

We would like to propose the following –

1. Shorter payment terms – max 7 days
2. Grain Traders to be Registered and or Licensed
3. Funds from grain trades to be held in a Trading Trust Fund – with external audits - reviewed annually to maintain Registration and or licence.
4. Business Credit Insurance – underwriting all Grain Trades and associated Business ie logistics etc.
5. Grain Trade contracts to have Retention of Title Clause – so when registering the Contract on the PPSR, a PMSI can be certified.
6. When Registering a Company with ASIC – credibility and proof of identify – of Directors form part of the criteria for registration.

Thank you for your time and we appreciate your support on this matter

Kind Regards

Malcolm J Wythes,
For and on behalf of MJ & GA Wythes
30th July 2014