

South Sydney District Rugby League Football Club Limited ABN. 28002 487 390.

Dear Member of the South Sydney Leagues Club,

You will have received recently a document from the Administrator of the South Sydney Leagues Club providing information concerning its future, with a recommendation to relocate the Club to Alexandria.

As Chairman of the South Sydney Football Club, I am amazed by the Administrator's valuations and reasoning for his first recommendation to relocate the Leagues Club to Alexandria (which will effectively sever its relationship with the Football Club) and the confusing and what I find misleading nature of the proposal document.

To ensure we protect what we have fought so hard for recently, being the consolidation of the Football Club and the Leagues Club at Redfern, culminating in a return of the Rabbitohs to Redfern Oval in 2008, I outline below the proposal that South Sydney Football Club is offering to Members of the Leagues Club:

- The Football Club proposes to purchase 265 Chalmers St, Redfern from the leagues club for \$8.5 million
- This would leave the Leagues Club debt free and with a \$4.5 million cash reserves
- 265 Chalmers Street would be strata titled and the Leagues Club would be given 100% ownership of 1,500 sqm on the top level, valued at approximately \$8 million after renovations.
- The Football Club will pay half the cost of an internal fitout of the new Leagues Club and gift that \$1.5 million share of the fitout to the Leagues Club, so that the Leagues Club will own 100% of its new \$3 million fitout.
- The new fitout will be compliant with new smoking laws and have large outdoor areas, with views across the new \$19 million Redfern Oval Rabbitohs training facility
- The remainder of the building will be fully renovated by the Football Club, to house Football Club management and players facilities, a merchandise shop, a Rabbitohs Hall of Fame, medical suites, a large public gymnasium and other commercial tenants
- Large, express elevators and extensions to the escalators will be installed for fast and easy access to the new Leagues Club
- Adequate, free car parking will be guaranteed for Leagues Club members
- The Football Club's proposal has the initial endorsement of the City of Sydney Council.

I can't express enough the importance of your vote to retain the South Sydney Leagues Club in its home at Chalmers Street, its long and historical links to the Football Club and most importantly, finally deliver a financially strong and sustainable future for the Leagues Club.

A relocation of the Leagues Club to Alexandria would effectively sever its links with the Rabbitohs and also see the Football Club evicted from its current premises.

I am asking you to please support the Football Club's proposal, which will enable the Leagues Club to move successfully forward with the Football Club, in our traditional heartland opposite Redfern Oval.

Yours faithfully

Peter Holmes a Court
(Executive Chairman)