

Dr. Georg Freimüller

Dr. Alois Obereder

Mag. Michael Pilz

Dr. Erwin Senoner

Dr. Michael Colar

Dr. Simone Metz, LL.M.

UPDATE
for holders of bonds of
A-TEC INDUSTRIES AG
2005-2010 (AT0000499272)

The amount required to pay the 47% dividend was not deposited with Trustee Dr. Matthias Schmidt in time to meet the deadline of 30 September 2011. For this reason, the holders of bonds of A-TEC INDUSTRIES AG 2005-2010 are informed of the current situation as follows:

1. Although investors had submitted bids in good time for the deadline of 30 June 2011, no transaction could be successfully concluded in good time.
2. As to the causes of this failure, the court-appointed bondholders' guardians were informed by Trustee Dr. Matthias Schmidt as follows:
 - a) According to the Trustee, the bid submitted by Investor PENTA failed to be accepted because PENTA, provided that its bid was accepted, had required large-scale warranties from third parties, including members of A-TEC bodies and from among the major shareholders of A-TEC, which warranties were not granted for factual and legal reasons.
 - b) Faced with the inability to accept the PENTA bid, A-TEC's supervisory board had decided to accept the bid of CONTOR, a transaction company, which would at that time have made it possible to comply with the reorganisation schedule.
 - c) The suit against A-TEC subsequently filed by PENTA at the Commercial Court of Vienna, combined with an application to grant a temporary injunction, had caused such investor included in CONTOR's bid as had submitted a bid to acquire the minerals & metals segment to withdraw its bid because it worried about the safety of the transaction.

- d) Subsequent negotiations, once again with PENTA, had failed to get together the amount required to pay in good time the dividend needed under the reorganisation schedule.
3. Trustee Dr. Matthias Schmidt, to whom the entire assets of A-TEC have already been handed over, has already started to realise the debtor's assets. This realisation is subject to supervision by the Commercial Court of Vienna to whom the Trustee is obliged to report and to render accounts. Within the scope of the realisation process thus commenced, the court-appointed bondholders' guardians are entitled to receive information and to file complains, including the right to request the dismissal of the Trustee.
 4. The Trustee promised the guardians to include them in the realisation process in order to ensure the flow of information to the holders of the three bonds issues by A-TEC, which are represented by these guardians.
 5. The realisation of the various investments of A-TEC will benefit from the fact that all three divisions of the A-TEC Group have shown a positive development over the 2011 business year. At all three divisions order books as of the end of June 2011 grew by 13.6% vis-à-vis 31 December 2010. In the first half of 2011, a positive result of € 24.6 million was achieved.
 6. As to the possible proceeds from realisation nothing can at present be said, but creditors will benefit from the fact that several pending obligations could be clarified or, in part, avoided since the reorganisation schedule has been implemented. It can therefore be assumed that it will be possible to produce a substantial dividend. Whether the 47% dividend envisaged by the reorganisation schedule will be achieved is, however, questionable.
 7. The bondholders of A-TEC 2005-2010 will continue to be informed of the progress of the realisation process. Unless circumstances should occur which make it necessary or expedient to inform the bondholders, the next written information will be given by 15 December 2011 at the latest.

Vienna, 3.10.2011