

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Mike Lamacraft

Liquidators' First Report

Advanced Hospitality No. 2 Limited (In Liquidation)

Trading as "18 Sixty Five / Crisp"

1. Appointment

We advise that Arron Leslie Heath and Michael Lamacraft were appointed joint and several Liquidators of the above company on 12 April 2010 by special resolution of shareholders.

Arron Heath and Mike Lamacraft are full time Insolvency Practitioners. They have not previously acted in any capacity for the company or the officers and shareholders of the company.

2. Background

<i>Date of Incorporation:</i>	24 June 2003
<i>Trading Address:</i>	121a Cook Drive, Whitianga
<i>Type of Business:</i>	Restaurant
<i>Date Ceased Trading:</i>	3 April 2010
<i>Shareholders:</i>	Harry Mason Williams 500 shares Benjamin Charles Williams 500 shares
<i>Directors:</i>	Benjamin Charles Williams Harry Mason Williams
<i>Share Capital:</i>	1,000 ordinary shares
<i>Date of Liquidation:</i>	12 April 2010

3. Events Leading to Appointment

We are advised that a combination of low turnover and high overheads left the company unable to meet its commitments. A statutory demand was served by a creditor and as the company could not satisfy the debt the decision was taken to place the company into liquidation voluntarily.



4. Statement of Affairs

The Liquidators have prepared an Estimated Statement of Affairs being the assets and liabilities of the company at the date of liquidation. We attach a copy.

5. Proposals for Conducting the Liquidation

5.1 Realisation of Assets

The company's assets will be sold at auction or by private treaty depending on professional advice received.

5.2 Examination of Books and Records

The Liquidators will examine the company's available books and records and conduct a brief review of the company's affairs.

5.3 Knowledge of Information Relevant to the Liquidation

Should creditors and other parties possess any information that may be relevant to the liquidation, or may lead to realisations for the benefit of creditors, please advise the Liquidators in writing and provide them with copies of supporting documents.

6. List of Creditors

A list of all known creditors has been compiled by the Liquidators. We attach a copy.

7. Creditors Claim Form

Creditors should complete and return the attached Creditor's claim form by 12 May 2010. Creditors who do not make a claim within the period may be excluded from any distribution that may be made.

8. Retention of Title Claims/Security Interests

Please note, if you believe you have a valid retention of title claim or security interest over goods or equipment supplied to Advanced Hospitality No. 2 Limited (In Liquidation), and you have not yet contacted the Liquidators, please contact us immediately.

9. Initial Creditors Meeting

As it is unlikely there will be a distribution to creditors, pursuant to s245 of the Companies Act 1993 the Liquidators propose to dispense with the meeting of creditors to consider whether to appoint different Liquidators, and to consider the views of creditors.

Accordingly a meeting of creditors will not be called unless a creditor gives notice to the Liquidators within 10 working days after receiving this notice, requiring a meeting to be called.

10. Liquidation Committee

At any time during the liquidation, any creditor may in writing, request the Liquidators to call a meeting of creditors to consider whether a Liquidation Committee should be appointed, and if so, to choose the members of the Committee.

A Liquidation Committee has certain powers set out in s315 of the Companies Act 1993, including to assist the Liquidators as appropriate in the conduct of the liquidation.

11. Estimated Date of Completion of Liquidation

It is not practicable to estimate the date of completion of the liquidation at this stage.

Enquiries should be directed to: Mike Lamacraft

M Lamacraft
Liquidator

Dated this 13th day of April 2010

Attach:

**Estimated Statement of Affairs of
Advanced Hospitality No. 2 Limited (In Liquidation)
As at the date of the Appointment of Liquidators
Being 12 April 2010**

		<i>Estimated Realisable Value \$</i>
Assets not Specifically Pledged:		
Fittings and Equipment		70,000
Estimated Total Assets Available for Preferential Creditors		<u>70,000</u>
First Ranking Preferential Creditors		
Wages and Holiday Pay (Includes PAYE)		Nil
Second Ranking Preferential Creditors		
Inland Revenue Department	GST	(77,000)
	PAYE	<u>(70,000)</u>
		<u>(147,000)</u>
Estimated Deficiency as regards Preferential Creditors		<u>(77,000)</u>
Unsecured Creditors		
Trade		(30,000)
Shareholder Loans (to be confirmed)		(100,000)
Bank		<u>(40,000)</u>
		<u>(170,000)</u>
Estimated Total Deficiency as regards Unsecured Creditors		<u>(247,000)</u>
Issued and Paid Up Capital		<u>(1,000)</u>
Estimated Total Deficiency as regards Unsecured Creditors and Shareholders		<u><u>(248,000)</u></u>

Note: The above estimates are subject to the costs of realisation, including Liquidators' fees.

Disclaimer of Liability:

We have prepared the Estimated Statement of Affairs as at the date of liquidation being 12 April 2010.

The Estimated Statement of Affairs has been prepared based on information from the books and records of the company together with information supplied by the Director. This information has not been verified. The Liquidators have not carried out an audit or reviewed the information supplied and therefore they do not accept any responsibility for the accuracy of the information from which the Estimated Statement of Affairs has been prepared. Further, the Estimated Statement of Affairs has been prepared for the purpose of the liquidation only, and the Liquidators do not accept any responsibility on any ground whatever, including liability in negligence, to any other person.

Advanced Hospitality No. 2 Limited (In Liquidation)
Creditors Known at Liquidation
April 2010

Company	Address1	Address2	City
Accident Compensation Corporation	PO Box 795		Wellington 6140
Air Liquide New Zealand Ltd	PO Box 12846	Penrose	Auckland 1642
Allied Nationwide Finance Ltd	PO Box 1888		Auckland 1140
Allpress Espresso Ltd	PO Box 90069	Victoria Street West	Auckland
Bay Limes & Avocados	Don & Sue McDougall	99 Plummer Road, RD 6	Tauranga
Baywash Laundromat	PO Box 445		Whitianga
Bidvest Foodservice	PO Box 10278		Hamilton
Burns & Ferrall Ltd	PO Box 13140	Onehunga	Auckland
Choice Catering Equipment Ltd	PO Box 51 466	Pakuranga	Auckland
Coastal Refrigeration Ltd	PO Box 359		Whitianga
Coca Cola Amatil NZ	Private Bag 14916	Panmure	Auckland
Crombie Lockwood NZ Ltd	PO Box 13483		Tauranga
DB Breweries Ltd	PO Box 22 010	Otahuhu	Auckland
Dhall & Nash Fine Wines	22 Grafton Road	Roseneath	Wellington
Direct Payment Solutions Ltd	PO Box 8400		Auckland
GH & LR Abrahamson Ltd	30 Jackman Ave		Whitianga
Harney Fine Teas Ltd	PO Box 122	Waimauku	Auckland
Hemi Edwards Bartels	Boundary Rd		Hamilton
Inland Revenue Department	PO Box 1535		Hamilton
Magills Meats	Sloane Street		Te Awamutu
Meadowfresh NZ	Private Bag 11913	Ellerslie	Auckland
Mercury Bay Business Assist Ltd	PO Box 337		Whitianga
Mercury Bay Produce	30 Campbell Street		Whitianga
Mills Reef Winery Ltd	PO Box 2247		Tauranga
Negociants New Zealand Ltd	PO Box 4494		Auckland
Nova Energy	PO Box 10 141		Wellington 6143
NZ Wholesale Seafood	PO Box 90 678	AMSC	Auckland 1142
Pernod Ricard New Zealand Ltd	Private Bag 92030		Auckland
Power Cleaning Products	42 Koromiko Street		Tauranga
Rentokil Initial Ltd	Private Bag 92 905	Onehunga	Auckland
Southern Hospitality Ltd	PO Box 425		Dunedin
The NZ Herald Ltd	PO Box 32		Auckland
Viking Distributors	PO Box 1182		Tauranga
Vintners NZ Ltd	PO Box 27508	Mt Roskill	Auckland
Washtech Ltd	PO Box 90548	Victoria Street West	Auckland
Waste Cartage Ltd	9 Mill Road		Whitianga
Westpac	PO Box 7740	Wellesley Street	Auckland
Whitianga Ice Supplies	PO Box 459		Whitianga
Whitianga Security	PO Box 216		Whitianga
Whitianga Stationers	PO Box 32		Whitianga