

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Lloyd Hayward

Liquidators' First Report

Buildwise Limited (In Liquidation)

1. Appointment

We advise that Jeffrey Philip Meltzer and Lloyd James Hayward were appointed joint and several Liquidators of the above company on 3 July 2009 by special resolution of shareholders.

Jeff Meltzer and Lloyd Hayward are Chartered Accountants and 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>	9 February 1996
<i>Trading Address:</i>	12 Lower Dudley Road, Inglewood
<i>Type of Business:</i>	Construction
<i>Date Ceased Trading:</i>	29 June 2009
<i>Shareholder:</i>	Ezisoft Computer Systems Limited 12,000 shares
<i>Director:</i>	David Bruce Crow
<i>Share Capital:</i>	12,000 ordinary shares
<i>Date of Liquidation:</i>	3 July 2009

3. Events Leading to Appointment

The company entered into a significant construction contract that required additional resources including manpower. The project experienced delays arising from a number of causes resulting in labour and material cost overrun on this project and restricting the company's ability to complete other projects severely and adversely affecting profitability and cashflow.

The company specialised in Education projects on offer in Taranaki. At the time of the liquidation there was little or no work on offer that may have enabled the company to trade out. The possibility to diversify into other markets such as housing etc was explored but ultimately these markets are in no better shape than Education.



The director concluded that there was no option other than to place the company into liquidation.

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 assets of the company consist of a small sum of cash at bank, a small quantity of loose tools, motor vehicles, contract debt and retentions held by contract principals. We intend to realise these assets as follows:

- The bank account will be closed and the funds recovered
- Loose tools and motor vehicles will be sold by way of public auction or private treaty.
- Work in progress as at the date of liquidation will be assessed by a Quantity Surveyor appointed by the Liquidator. A final claim based on the Quantity Surveyor's report will be lodged for certification. The ultimate realisation from this will depend on the consequential costs claimed by the contract principal. At this time the Liquidators are not able to estimate likely recovery.
- Retentions held by contract principals are due for release at various times. Any claims contract principals may have on the company may be deducted from the retentions held. At this time the Liquidators are not able to estimate likely recovery.

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 10 August 2009. 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 Buildwise 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: Lloyd Hayward

L J Hayward
Liquidator

Dated this 7th day of July 2009

Attach:

**Estimated Statement of Affairs of
Buildwise Limited (In Liquidation)
As at the date of the Appointment of Liquidators
Being 3 July 2009**

	<i>Book Value</i>	<i>Estimated Realisable Value</i>
	\$	\$
Assets not Specifically Pledged:		
Cash at Bank	2,000	2,000
Contract Debtors and Retentions	208,406	Unknown
Equipment	500	Nil
Motor Vehicles	73,623	<u>45,000</u>
Estimated Total Assets Available for Preferential Creditors and Secured Creditors		Unknown
<i>Less</i> – First Ranking Preferential Creditors		<u>25,250</u>
Wages, Holiday Pay and Redundancy(Includes PAYE)		<u>Unknown</u>
<i>Less</i> – Second Ranking Preferential Creditors		
Inland Revenue Department	GST PAYE	
	<u>6,000</u> <u>27,102</u>	
		<u>33,102</u>
Estimated Total Assets Available for Secured Creditors and Unsecured Creditors		Unknown
<i>Less</i> – Secured Creditors		<u>57,228</u>
Estimated Total Deficiency as regards Secured Creditors and Unsecured Creditors		Unknown
<i>Less</i> – Unsecured Creditors		<u>380,000</u>
Total Deficiency as regards Unsecured Creditors and Shareholders		Unknown
<i>Less</i> – Issued and Paid Up Capital		<u>1,000</u>
Total Deficiency as regards Unsecured Creditors and Shareholders		<u>Unknown</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 3 July 2009.

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.

Buildwise Limited (In Liquidation)
Creditors Known at Liquidation
July 2009

Creditor	Address1	Address2	Address3
A.J. Spurdle	20 Humphries St		Inglewood
Alpine Roofing Ltd			
Aluminium Taranaki Ltd	P.O. Box 67		New Plymouth
Bamboo Ply NZ Ltd	woven@bamboo-ply.com		
Barry's Newsletter Services Ltd	P O Box 33-057	Barrington	Christchurch
Blindz Direct	P.O. Box 5067	Westown	New Plymouth
Bunnings Limited	P O Box 14436	Panmure	Auckland 1741
Chubb NZ Ltd	P O Box 4254		New Plymouth
Climatech	P.O. Box 3347	Fitzroy	New Plymouth
Crombie Lockwood (NZ) Ltd	P.O. Box 697		New Plymouth
Downer EDI Works Limited	P.O. Box 272		New Plymouth
E2 Consultants Ltd	P.O.Box 8083		New Plymouth
Enpro Machinery Ltd	P O Box 4140		New Plymouth
Ezisoft Computer Systems Ltd	P.O. Box 193		Inglewood
Firth Industries Ltd	Private Bag 99904	Newmarket	Auckland 1149
Flying Trowelz Ltd	C/- P.O. Box 51		Inglewood
Foreman Insulation Sales Ltd	P.O. Box 12-349		Auckland 6
Fraser Floorsanding	28 Waiwaka Terrace		New Plymouth
Genesis Taranaki	Private Bag 3131		Hamilton
Gilcom	P O Box 4296		New Plymouth
Glen Valley Joinery Ltd	83 Breakwater Road		New Plymouth
Greg Brown Master Painter	P.O. Box 3291		New Plymouth
Hirepool	P.O. Box 12048	Penrose	Auckland
Huston Plastering	P O Box 5074		New Plymouth
Ian Roebuck Crane Hire Ltd	P.O. Box 88080	Clendon Town	Manurewa
Ice Electrical Solutions	P.O. Box 426		New Plymouth
Inglewood Rotary Club	P O Box 34		Inglewood
Ivan Heal Plumbing Ltd	P.O. Box 1014		New Plymouth
JW & CT Bailey Ltd	P.O. Box 3331		New Plymouth
Land Transport Safety	Private Bag 11777	Manawatu Mail Centre	Palmerston North 4442
Lanwood Industries Ltd	P.O. Box 32		Palmerston North
Maxwell Roofing	8 Barrett Street		New Plymouth
McGregor Electrical Services	84 Rata Street		Inglewood
Meco Engineering Co Ltd	P.O. Box 6044		New Plymouth
Mitchell Concrete Ltd	P.O. Box 10	Egmont Village	New Plymouth
Norwood Farm	146 Gill Street		New Plymouth

Buildwise Limited (In Liquidation)
Creditors Known at Liquidation
July 2009

Machinery Centre			
Orcon Internet Ltd	P.O. Box 302362	North Harbour	Auckland 0751
Placemakers - New Plymouth	P.O. Box 236		New Plymouth
Potter Interior Systems Ltd	P O Box 13451	Onehunga 1643	Auckland
Power Tool Centre - New Plymouth	P.O. Box 157		New Plymouth
R. J. Eagar (1989) Ltd	P. O. Box 241		Stratford
Ramset Fasteners (NZ) Ltd	P.O. Box 40-031	Glenfield	Auckland
Ricoh Taranaki	P.O. Box 3251		New Plymouth
Rivet	P O Box 3255		New Plymouth
Sopers (NZ) Ltd	Private Bag 2008		New Plymouth
Steelfab Ltd	P.O. Box 7138	Fitzroy	New Plymouth
Taranaki RMBA	C/- Registered Master Builders Federation	P O Box 1796	Wellington
Taranaki Steelformers Ltd	P.O. Box 36		Stratford
Taranaki Tile Centre	316 Devon Street East		New Plymouth
Telecom NZ Ltd	Freepost 10053	Private Bag 4942	Christchurch 8140
Tudor Carpets Ltd	20 Gill Street		New Plymouth
Value Timber Supplies Ltd	P.O. Box 3246		New Plymouth
Warehouse Stationery	PO Box 101-248	North Shore Mail Centre	Auckland 0745
Waste Management	P.O. Box 7128	Fitzroy	New Plymouth
Web Drive Limited	5D / 10 Canaveral Drive	Albany	Auckland