

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Lloyd Hayward

Company Number: 1621318

Liquidators' Further Report

Contour Aluminium Limited (In Liquidation)

For the period to 19 January 2011

Introduction

Contour Aluminium Limited was placed into voluntary liquidation in Auckland on 19 July 2010 and Karen Betty Mason and Lloyd James Hayward were appointed joint and several Liquidators.

In accordance with section 255 of the Companies Act 1993 the Liquidators are obliged to report to all creditors and shareholders on the conduct of the liquidation during the preceding six months. This report covers the period to 19 January 2011

Schedule of Receipts and Payments

A schedule of receipts and payments is attached

Asset Realisations

Assets of the company consisted of various items of plant and equipment for the operation of its business, trade debtors, contract retentions payable on maturity of the warranty period (if no claim against the retention was made) and inventory.

All plant, equipment and inventories were sold by way of a public auction. Trade debt was collected in accordance with the company's terms of trade. During the collection process it became evident that the company had issues as to product quality that gave rise to significant claims against both trade debt due and retentions held. Debt recovery has become problematic however the process will continue until the Liquidators consider it not economic to pursue debt further.

The company operated an aluminium fabrication business supported by its primary supplier. The Liquidators in conjunction with the supplier received a number of inquiries regarding purchasing of the going concern. These opportunities were explored and discussions with prospective purchasers were held. One offer was received and judged to be insufficient. The Liquidators believed that a greater price could be achieved by sale of the assets at public auction. The offer was declined and the assets sold at public auction. The auction realised a greater sale value than any offer received for the going concern.

Jeff Meltzer

Karen Mason

Arron Heath



Inventory included work in progress for contracts partly completed at the time of appointment of Liquidators. The Liquidators retained employees to enable the company to complete this work in progress. If this work in progress had not been completed all value invested by the company prior to liquidation would have been lost. Costs were incurred however the net value realised from work in progress after meeting all costs contributed significantly to the Liquidators' ability to meet employee preferential claims.

To date asset realisations have been as follows:

Asset Class	\$
Debtors	40,077.23
Plant & Equipment Realisation	38,249.99
Motor Vehicle Realisation	2,250.00
Stock Realisation	61,798.45

Dividends

Secured and preferential creditors remain unpaid. The Liquidators do not expect that there will be any funds available for a distribution to unsecured creditors.

Liquidators' Investigations

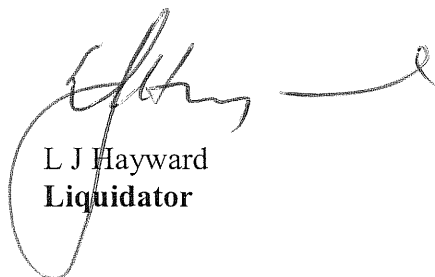
Potential claims against the director are unlikely to be economic to pursue.

Outstanding Matters

The Liquidators continue with collection action on trade debt and contract retentions.

Please contact Lloyd Hayward of this office should you require any further information.

Dated this 11th day of February 2011



L J Hayward
Liquidator

Contour Aluminium Limited (In Liquidation)

Receipts and Payments

For the period to 19 January 2011

\$

Receipts

Debtors	40,077.23
Dividend Received	320.00
Plant & Equipment Realisation	38,249.99
Motor Vehicle Realisation	2,250.00
Stock Realisation	61,798.45
IBD Interest	147.94
GST Income	12,795.01
	<hr/>
	155,638.62

Payments

Liquidators' Remuneration	39,455.00
Liquidators' Disbursements	1,929.55
Storage	54.60
Auctioneer's Commission	5,470.50
Auction Expenses	2,706.76
Bank Fees	3.00
Expense Reimbursement	267.54
Insurance	668.34
Mileage	288.07
Power	41.00
Purchases	27,271.78
Rent	7,000.00
Telephone	800.56
Vehicle Repairs	360.00
Liquidation Wages	18,095.78
PAYE	9,283.87
Preferential Wages & Holiday Pay	21,828.43
Rubbish Bin Collection	897.23
Security	202.51
Finance Company	169.57
GST Expense	12,986.31
	<hr/>
	149,780.38

Balance as at 19 January 2011

5,858.24

Notes: The funds held are subject to further costs of winding up.