

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: **Karen Mason**

Liquidators' First Report

Dragon Freight (NZ) Limited (In Liquidation)

1. Appointment

We advise that Karen Betty Mason and Rachel Karen Mason were appointed joint and several Liquidators of the above company on 11 June 2010 by special resolution of shareholders.

Karen Mason and Rachel Mason 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>	19 January 2006
<i>Trading Address:</i>	Harris Road, Auckland
<i>Type of Business:</i>	International Freight
<i>Date Ceased Trading:</i>	August 2009
<i>Shareholder:</i>	Gordon James Partrick Milburn 100 shares
<i>Director:</i>	Gordon James Partrick Milburn
<i>Share Capital:</i>	100 ordinary shares
<i>Date of Liquidation:</i>	11 June 2010

3. Events Leading to Appointment

The company ceased trading in August 2009 as a result of no forward orders and a downturn in freight due to the economy. As it has not been viable to start trading again, the Director has decided that the company should be placed in 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 were trucks and these were either repossessed or sold to satisfy the creditor who held the security over these assets. The company had no other assets.

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 July 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 Dragon Freight (NZ) 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: Karen Mason

K B Mason
Liquidator

Dated this 11th day of June 2010

Attach:

**Estimated Statement of Affairs of
Dragon Freight (NZ) Limited (In Liquidation)
As at the date of the Appointment of Liquidators
Being 11 June 2010**

		<i>Book Value</i>	<i>Estimated Realisable Value</i>
		\$	\$
Assets not Specifically Pledged:			NIL
Estimated Total Assets Available for Preferential Creditors and Secured Creditors			NIL
<i>Less</i> – First Ranking Preferential Creditors			NIL
Wages and Holiday Pay (Includes PAYE)			NIL
			NIL
<i>Less</i> – Second Ranking Preferential Creditors			
Inland Revenue Department	GST	40,000	
	PAYE	10,000	
		<u>50,000</u>	50,000
Estimated Total Deficiency as regards Secured Creditors and Unsecured Creditors			50,000
<i>Less</i> – Secured Creditors			NIL
Estimated Total Deficiency as regards Secured Creditors and Unsecured Creditors			50,000
<i>Less</i> – Unsecured Creditors			82,909
Total Deficiency as regards Unsecured Creditors and Shareholders			132,909
<i>Less</i> – Issued and Paid Up Capital			100
Total Deficiency as regards Unsecured Creditors and Shareholders			<u>133,009</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 11 June 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.

Dragon Freight (NZ) Limited (In Liquidation)
Creditors Known at Liquidation
June 2010

Company	Address1	Address2	City
Peter Baker Transport	PO Box 12 732	Penrose	AUCKLAND
Fleet Tyres	PO Box 76 289	Manukau	AUCKLAND
T & A Mechanical			
Contrak Cartage			
Safeway Group	PO Box 58 578	Greenmount	AUCKLAND
Camson Hoist	PO Box 13033	Penrose	AUCKLAND
Telecom	PO Box 1473		CHRISTCHURCH
Attention: Glenys Law			
Vodafone	PO Box 90112	Victoria Street West	AUCKLAND
ACC	PO Box 795		WELLINGTON 6140