

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Karen Mason

Liquidators' First Report

East Tamaki Motors Limited (In Liquidation)

1. Appointment

We advise that Jeffrey Philip Meltzer and Karen Betty Mason were appointed joint and several Liquidators of the above company on 26 August 2004 by special resolution of shareholders.

Jeff Meltzer and Karen 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>	13 September 1998
<i>Trading Address:</i>	9/279 East Tamaki Road, East Tamaki, Auckland
<i>Type of Business:</i>	Contractor
<i>Shareholder:</i>	James Gordon Hall 100,000 shares
<i>Director:</i>	James Gordon Hall
<i>Share Capital:</i>	100,000 ordinary shares of \$1.00 each
<i>Date of Liquidation:</i>	26 August 2004

3. Events Leading to Appointment

The Director advises that the outcome of legal action against the company by a creditor, resulted in the company being insolvent. On that basis, the shareholders resolved to wind the company up.

4. Statement of Affairs

The Liquidators have prepared a Statement of Affairs being the assets and liabilities of the company at the date of liquidation as presented by the Director. We attach a copy.



5. Proposals for Conducting the Liquidation

5.1 Realisation of Assets

We are advised that the company has no substantial assets.

5.2 Investigations

The Liquidators will review the company's books and records, conduct an initial investigation into the trading affairs of the company and conduct all other investigations that the Liquidators are requested to do.

6. Creditors Claim Form

Creditors should complete and return the attached Creditor's claim form by 27 September 2004. Creditors who do not make a claim within the period may be excluded from any distribution that may be made.

7. 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 East Tamaki Motors Limited (In Liquidation), and you have not yet contacted the Liquidators, please contact us immediately.

8. 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.

9. 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.

10. 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 31st day of August 2004

Attach:

**Statement of Affairs of
East Tamaki Motors Limited (In Liquidation)
As at the date of the Appointment of Liquidators
Being 26 August 2004**

	<i>Book Value</i>	<i>Estimated Realisable Value</i>
	\$	\$
Assets not Specifically Pledged:		
Tax Refund		180
Estimated Total Assets Available for Preferential Creditors and Secured Creditors		180
<i>Less</i> – First Ranking Preferential Creditors		
Wages and Holiday Pay (Includes PAYE)		Nil
		180
<i>Less</i> – Second Ranking Preferential Creditors		
Inland Revenue Department – GST & PAYE		Nil
Estimated Total Assets Available for Secured Creditors and Unsecured Creditors		180
<i>Less</i> – Secured Creditors		
First Debenture		Nil
Estimated Total Deficiency as regards Secured Creditors and Unsecured Creditors		180
<i>Less</i> – Unsecured Creditors		144,296
Total Deficiency as regards Unsecured Creditors and Shareholders		144,116
<i>Less</i> – Issued and Paid Up Capital		100,000
Total Deficiency as regards Unsecured Creditors and Shareholders		244,116

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

Disclaimer of Liability:

We have compiled the Statement of Affairs as at the date of Liquidation being 26 August 2004.

A compilation is limited to the collection, classification and summarisation of the books and records of the company together with information supplied by the Directors. A compilation does not involve the verification of that information. We have not carried out an audit or reviewed the information supplied and therefore we do not accept any responsibility for the accuracy of the information from which the Statement of Affairs has been prepared. Further, the Statement of Affairs has been prepared for the purpose of the liquidation only, and we do not accept any responsibility on any ground whatever, including liability in negligence, to any other person.