

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Lloyd Hayward

Company Number: 1951046

Liquidators' Further Report

Flax New Zealand Limited (In Liquidation)

For the period 16 August 2011

Introduction

Flax New Zealand Limited was placed into voluntary liquidation in Auckland on 17 February 2011 and Jeff Meltzer and Lloyd 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 16 August 2011.

Schedule of Receipts and Payments

A schedule setting out receipts and payments for the period is attached

Asset Realisations

All assets located at the company's trading premises were sold by way of private treaty to an independent party. Sales value was based on an independent valuation commissioned by the liquidators.

Dividends

There have been no dividends paid to unsecured creditors.

Liquidators' Investigations

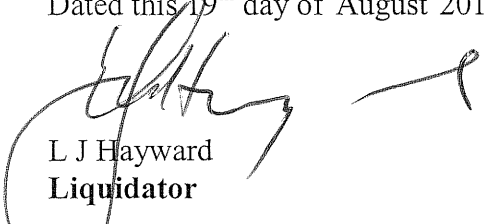
There are no matters that are economically viable to pursue.

Outstanding Matters

There are no outstanding matters. The liquidators intend to retire shortly

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

Dated this 19th day of August 2011


L J Hayward
Liquidator

Jeff Meltzer

Karen Mason

Arron Heath



Flax New Zealand Limited (In Liquidation)

Receipts and Payments

For the period 16 August 2011)

	\$
Receipts	
Plant & Equipment Realisation	16,550.00
Pre Liquidation GST Refund	1,877.66
IBD Interest	21.57
GST Income	2,824.24
	<hr/> 21,273.47
Payments	
Liquidator's Remuneration	8,934.88
Liquidator's Disbursements	178.70
Asset Appraisal	1,200.00
Bank Fees	0.25
High Chair Refund	200.00
PAYE	1,126.83
Preferential Wages & Holiday Pay	6,808.60
GST Expense	2,824.21
	<hr/> 21,273.47
Balance as at 16 August 2011	<hr/> <u>Nil</u>

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