

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Arron Heath

Company No: 967580

Receivers' Further Report on the State of Affairs

of

Freemont Design & Construction Limited (In Receivership)

("the Company")

Introduction

Jeff Meltzer and Arron Heath of Meltzer Mason Heath were appointed Receivers of Freemont Design & Construction Limited on 22 August 2006. This further report covers the period from 23 August 2009 to 22 February 2010. The Official Assignee at Auckland was appointed Liquidator of the Company on 23 November 2006.

Property Disposed of Since Previous Report

No property has been disposed of since the previous report.

Amount Owing to Holders of General Security Agreements

The amounts owing to holders of General Security Agreements are:

	<i>Amount Owing at 22.02.10 \$</i>
1. ANZ National Bank Limited	Nil
2. Lovegroves Trustee Company Limited / BM Trustee Company Limited	Unknown
3. Easy Factors International Limited	4,180,565
	<u>4,180,565</u>

Most of the Company's accounts receivable have been assigned to Easy Factors International Limited, ("Easy") who have retained a collections agent to recover the assigned debts. The process is ongoing.

Jeff Meltzer

Karen Mason

Arron Heath



Preferential Claims

There has been no change in preferential claims since the previous report.

As provided in section 30(2) Receiverships Act 1993 preferential claims are payable from the proceeds of accounts receivable and inventory. The Company has no inventory. Provision for payment of preferential creditor claims has been made as part of the assignment of accounts receivable to Easy. However, recovery of accounts receivable amounts is still doubtful and it appears unlikely that sufficient funds will be realised to satisfy preferential claims.

Unsecured Creditors

The Receivers consider that it is unlikely that sufficient funds will be realised to enable a dividend to be paid to the Company's unsecured creditors.

Receipts and Payments

A receipts and payments statement for the period 23 August 2009 to 22 February 2010 is attached.

Disclaimer

As required by Section 24 of the Receiverships Act 1993, this report has been prepared by the Receivers and is available to all persons entitled to receive it under Section 26 of the Act.

This report is based on information that has been disclosed to the Receivers at the date of the report. The information has been received or obtained from various sources and has not been verified by the Receivers and the Receivers have accepted without review information and explanations that have been provided to them.

Some figures in this report are estimates only and are subject to change upon new information being disclosed to or obtained by the Receivers.

The Receivers accordingly make no representation or warranty as to the accuracy or completeness of the information contained in this report, and shall not be liable for any statement, information or matters (whether express or implied) contained in, or derived, or omitted from, this report. The Receivers shall not be responsible for the reliance of any person on information contained in, or derived, or omitted from, this report.

A L Heath
Receiver

3 March 2010

Freemont Design & Construction Limited
(In Receivership)
Receivership Receipts and Payments for the period
23 August 2009 to 22 February 2010

	\$	\$
Balance brought forward		824.03
Receipts		
Advance from Secured Creditor	949.56	
GST Refunds	253.16	
		<u>1,202.72</u>
		2,026.75
Payments		
Receivers' Remuneration	827.50	
Receivers' Disbursements	16.55	
GST Paid	105.51	
		<u>(949.56)</u>
Balance carried forward		<u>1,077.19</u>