

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Lloyd Hayward

Liquidators' First Report

Garuda Associates Limited (In Liquidation)

1 Appointment

We advise that Karen Betty Mason and Lloyd James Hayward were appointed joint and several Liquidators of the above company on 12 September 2011 by special resolution of shareholders.

Karen Mason and Lloyd Hayward 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>	23 January 2004
<i>Trading Address:</i>	28 Pyrell Crescent, St Johns, Auckland
<i>Type of Business:</i>	Property Development
<i>Date Ceased Trading:</i>	12 September 2011
<i>Shareholder:</i>	Garuda Trading Trust 100 shares
<i>Director:</i>	Arasaratnam Sathyendran
<i>Share Capital:</i>	100 ordinary shares
<i>Date of Liquidation:</i>	12 September 2011

3 Events Leading to Appointment

The company had contracted to purchase a development property. It had received confirmation of funding by its funders and the contract had gone unconditional. Ultimately the funder declined to proceed and the company was unable to settle or repay the GST it had claimed at the time the contract went unconditional.

As a result the shareholder resolved to place the company into liquidation.

Jeff Meltzer

Karen Mason

Arron Heath



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 director advises that the company has no 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 14 October 2011. 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 Garuda Associates 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: Lloyd Hayward



L J Hayward
Liquidator

Dated this 13th day of September 2011

Attach:

**Estimated Statement of Affairs of
Garuda Associates Limited (In Liquidation)
As at the date of the Appointment of Liquidators
Being 12 September 2011**

	<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
		<u>Nil</u>
<i>Less</i> – Second Ranking Preferential Creditors		
Inland Revenue Department - GST		207,207
Estimated Total Deficiency as regards Secured Creditors and Unsecured Creditors		207,207
<i>Less</i> – Secured Creditors		73,042
Estimated Total Deficiency as regards Secured Creditors and Unsecured Creditors		280,249
<i>Less</i> – Unsecured Creditors		Nil
Total Deficiency as regards Unsecured Creditors and Shareholders		280,249
<i>Less</i> – Issued and Paid Up Capital		100
Total Deficiency as regards Unsecured Creditors and Shareholders		<u>280,349</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 12 September 2011.

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.

L J Hayward

12 September 2011

Garuda Associates Limited (In Liquidation)
Creditors Known at Liquidation
September 2011

Company	Address1	Address2	City
Inland Revenue Department	PO Box 1535		HAMILTON