

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Mike Lamacraft

Liquidators' First Report

Kidd Holdings (1988) Limited (In Liquidation)

1. Appointment

We advise that Arron Leslie Heath and Michael Lamacraft were appointed joint and several Liquidators of the above company on 3 May 2005 by order of the High Court in Auckland.

Arron Heath and Mike Lamacraft 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>	9 May 1988	
<i>Trading Address:</i>	59 Harewa Road, Auckland	
<i>Type of Business:</i>	Property Development and Project Management	
<i>Date Ceased Trading:</i>	3 May 2005	
<i>Shareholders:</i>	Catherine Kidd	500 shares
	James Victor Kidd	500 shares
<i>Directors:</i>	Catherine Kidd	
	James Victor Kidd	
<i>Share Capital:</i>	1,000 ordinary shares	
<i>Date of Liquidation:</i>	3 May 2005	

3. Events Leading to Appointment

We are advised that the company was unable to satisfy a statutory demand and consequently was placed in to liquidation by the Court. The company's financial difficulties resulted from a legal action which proved expensive.

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

Every effort will be made to maximise the realisations from debtors and to establish the value of the shareholding.

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 charged to do.

6. Creditors Claim Form

Creditors should complete and return the **attached** Creditor's claim form by 3 June 2005. 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 Interest

Please note, if you believe you have a valid retention of title claim or security interest over goods or equipment supplied to Kidd Holdings (1988) 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: Mike Lamacraft

M Lamacraft
Liquidator

Dated this 16th day of May 2005

Attach:

**Estimated Statement of Affairs of
Kidd Holdings (1988) Limited (In Liquidation)
As at the date of the Appointment of Liquidators
Being 3 May 2005**

			<i>Estimated Realisable Value \$'000</i>
Assets not Specifically Pledged:			
Debtors (subject to further review)			60
Shareholding			<u>Unknown</u>
			60
	<i>Estimated to Realise</i>	<i>Owed to Secured Creditor</i>	
	<i>\$'000</i>	<i>\$'000</i>	
Assets Specifically Pledged:			
Property (subject to further review)	50	(365)	<u>Nil</u>
Estimated Total Assets Available for Preferential Creditors			60
Preferential Creditors			
Inland Revenue Department – GST & PAYE (subject to further review)			<u>Nil</u>
Estimated Total Assets Available for Unsecured Creditors			60
Unsecured Creditors			
- Trade & Other		(100)	
- Shortfall to Secured Creditor brought down		(315)	
			<u>(415)</u>
Estimated Deficiency as regards Unsecured Creditors			(355)
Issued and Paid Up Capital			<u>(1)</u>
Total Deficiency as regards Unsecured Creditors and Shareholders			<u><u>(356)</u></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 3 May 2005.

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.

M Lamacraft
Liquidator

16 May 2005