

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Mike Lamacraft

Liquidators' First Report

Natural Timber Joinery 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 March 2010 by special resolution of shareholders.

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>	1 August 1996	
<i>Trading Address:</i>	26 Patrick Street, Onehunga, Auckland	
<i>Type of Business:</i>	Timber Joinery	
<i>Date Ceased Trading:</i>	26 February 2010	
<i>Shareholders:</i>	Geoffrey Noel Miles	100 shares
<i>Directors:</i>	Geoffrey Noel Miles	
<i>Share Capital:</i>	100 ordinary shares	
<i>Date of Liquidation:</i>	3 March 2010	

3. Events Leading to Appointment

We are advised that several factors contributed to the failure of the business. In the last 12 months turnover fell by 30%, coupled with a 100% increase in rent over the last two years this left the company unable to meet its commitments. The shareholder advanced substantial sums to support the business but a forced 4 month absence from the company by the director worsened the position. Having taken advice the director decided that the proper course was to place the company into voluntary liquidation.



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*

Fixed assets were sold prior to liquidation on an arm's length basis based on professional valuations obtained.

Every reasonable effort will be made to maximise the recovery from debtors.

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 31 March 2010. 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 Natural Timber Joinery 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: Mike Lamacraft

M Lamacraft
Liquidator

Dated this 4th day of March 2010

Attach:

**Estimated Statement of Affairs of
Natural Timber Joinery Limited (In Liquidation)
As at the date of the Appointment of Liquidators
Being 3 March 2010**

		<i>Estimated Realisable Value \$</i>
Assets not Specifically Pledged:		
Cash at Bank		25,000
Debtors		70,000
Motor Vehicle (net of finance)		-
Estimated Total Assets Available for Preferential Creditors		95,000
First Ranking Preferential Creditors		
Wages and Holiday Pay (Includes PAYE)		Nil
		95,000
Second Ranking Preferential Creditors		
Inland Revenue Department	GST	(10,500)
	PAYE	(21,500)
		(32,000)
Estimated Total Assets Available for Unsecured Creditors		63,000
Unsecured Creditors		
Trade	(80,000)	
Tax Penalties	(50,000)	
Shareholder Advances	(390,000)	
		(520,000)
Estimated Deficiency as regards Unsecured Creditors		(457,000)
Issued and Paid Up Capital		100
Estimated Deficiency as regards Unsecured Creditors and Shareholders		(457,100)

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 March 2010.

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.

Natural Timber Joinery Limited (In Liquidation)
 Creditors Known at Liquidation
 March 2010

Company	Address1	Address2	City
Abrasives Industrial Ltd	PO Box 21937	Henderson	AUCKLAND
Ashmar Ltd	Private Bag 300994	Albany	AUCKLAND
Assa Abloy	PO Box 100407	North Shore	AUCKLAND
Best Doors Ltd	PO Box 12683	Penrose	AUCKLAND
BW Herberts	PO Box 100810	North Shore	AUCKLAND
Central Office Supplies Ltd	PO Box 34833	Birkenhead	AUCKLAND
Cowdroy Products Ltd	PO Box 58086	Botany	AUCKLAND
Daniel Overton & Goulding	PO Box 13017	Onehunga	AUCKLAND
Direct Office Products	PO Box 71135	Rosebank	AUCKLAND
Doric Products NZ Ltd	PO Box 303518	North Harbour	AUCKLAND
Dulux New Zealand	PO Box 303368	North Harbour	AUCKLAND
EDL Fasteners	PO Box 53034	Manukau	AUCKLAND
G Miles	60 Spence Road	Henderson	AUCKLAND
G R Sims & Son Ltd	PO Box 22068	Otahuhu	AUCKLAND
Garrison Alarms Ltd	PO Box 65259	Mairangi Bay	AUCKLAND
Goodwood Industries Ltd	PO Box 97640	Manukau	AUCKLAND
Grove Hardware	Private Bag 92908	Onehunga	AUCKLAND
Gunnerson Ltd	PO Box 19047	Avondale	AUCKLAND
Herb Morgan Tyres & Wheels	84 The Mall	Onehunga	AUCKLAND
Holdfast Manufacturing Ltd	PO Box 4206		HAMILTON
J J Richards & Sons Ltd	PO Box 76647		MANUKAU CITY
JSC Timber	PO Box 285		KUMEU
McEntee Hire Service Ltd	PO Box 72196	Papakura	AUCKLAND
Metropolitan Glass Ltd	PO Box 58144	Botany	AUCKLAND
Metrowater			
MJN McNaughton	PO Box 27061	Mt Roskill	AUCKLAND
Mobil Oil NZ Ltd	PO Box 7180		AUCKLAND
Moore Levesque & Morriss	PO Box 78		CAMBRIDGE
Morgan & Aickin Ltd	PO Box 13242	Onehunga	AUCKLAND
MSL Manufacturing Suppliers Ltd	PO Box 15445	New Lynn	AUCKLAND
Mt Smart Colour Centre	PO Box 112227	Penrose	AUCKLAND
National Glass	PO Box 38878	Howick	AUCKLAND
New Zealand Herald			
Nicks Components & Accessories	PO Box 547	Orewa	AUCKLAND
NZ Joinery Manufacturers' Federation	20 Cambridge Terrace		NAPIER
NZ Railways Corporation	PO Box 593		WELLINGTON
Paint & Décor Ltd	PO Box 204293	Highbrook	AUCKLAND
Rosenfeld Kidson	PO Box 621	Shortland Street	AUCKLAND
Rosval Building Centre	Cnr Port & Kioreroa Road		WHANGAREI
Sawden & Associates	PO Box 14380	Panmure	AUCKLAND
Schlegel Pty Ltd	Unit 1/37 Forge Road	Silverdale	AUCKLAND
Sifco Distributors Ltd	PO Box 19219		AUCKLAND

Natural Timber Joinery Limited (In Liquidation)
Creditors Known at Liquidation
March 2010

Company	Address1	Address2	City
St John	Private Bag 14902	Panmure	AUCKLAND
The Laminex Group	PO Box 12270	Penrose	AUCKLAND
Timber Specialists Ltd	PO Box 27496	Mt Roskill	AUCKLAND
Value Electrical Ltd	PO Box 29119	Greenwoods Corner	AUCKLAND
Viridian Glass	PO Box 14601	Panmure	AUCKLAND
Vodafone Mobile	PO Box 90112	Victoria Street West	AUCKLAND
Waltons Garage Ltd	295 Church Street	Onehunga	AUCKLAND
White Cliffs Timber Ltd	Private Bag 93010	New Lynn	AUCKLAND