

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Mike Lamacraft

Liquidators' First Report

Nylex Engineering Systems Limited (In Receivership & In Liquidation)

1. Appointment

We advise that Jeffrey Philip Meltzer and Michael Lamacraft were appointed joint and several Liquidators of the above company on 14 August 2009 by the creditors.

Jeff Meltzer 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>	31 August 1939
<i>Type of Business:</i>	Non Trading/Dormant
<i>Date Ceased Trading:</i>	Not Known
<i>Shareholders:</i>	Ajax Cooke Pty Limited 22,783,096 shares
<i>Directors:</i>	Kenneth Arthur Latchford Colin Russell Morrow
<i>Share Capital:</i>	22,783,096 ordinary shares
<i>Date of Liquidation:</i>	14 August 2009

3. Events Leading to Appointment

Jeffrey Philip Meltzer and Michael Lamacraft were appointed joint and several administrators of Nylex Engineering Systems Limited by a special resolution of the directors of Nylex Engineering Systems Limited under section 239I (1) of the Act dated 11 February 2009.

The directors of Nylex Engineering Systems Limited, Kenneth A Latchford and Colin R Morrow were of the opinion that Nylex Engineering Systems Limited was insolvent or may become insolvent, and that an Administrator should be appointed. The Administrators were also appointed as administrators of Nylex Engineering Systems Limited.



Also on 11 February 2009, William Black, Andrew Grenfell and Johannes Vorster of McGrath Nicol + Partners Limited were appointed receivers of Nylex Engineering Systems Limited (the Receivers) and Nylex Engineering Systems Limited under the powers contained within a Security Trust Deed dated 31 October 2001 in favour of ANZ Fiduciary Services Pty Limited of 430 Collins Street, Melbourne, Australia on behalf of a syndicate of secured lenders.

Nylex Engineering Systems Limited's sole shareholder and parent company is Ajax Cooke Pty Limited. Ajax Cooke Pty Limited is part of the Nylex Group of Companies.

Earlier, on 11 February 2009, the directors of Nylex Limited, Eilloc Pty Limited, Ajax Cooke Pty Limited, Nylex Corporation Pty Limited and the Nylex Group of Companies ('Nylex Group') appointed George Georges and John Lindholm of Ferrier Hodgson (Melbourne) as Administrators.

Subsequent to the appointment of the Australian Administrators on 11 February 2009, Nylex's syndicate of secured lenders appointed Colin Nicol, Johan Vorster and Sam Daview of McGrathNicol (Australia) receivers and managers of Nylex Limited, Nylex Corporation Pty Limited, Eilloc Pty Limited, Ajax Cooke Pty Limited and a number of the Nylex Group companies.

The company has been dormant and has no realisable assets. The Receivers advise the Administrators that they do not expect a surplus to be available to unsecured creditors.

In the circumstances there was no possibility of proposing a Deed of Company Arrangement and therefore the only option for creditors was to resolve that the company be placed into liquidation.

Creditors resolved at the adjourned Watershed meeting held on 14 August 2009 to place the company into 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

The company has no realisable assets.

5.2 Examination of Books and Records

As the company has not traded for several years, the Liquidators will not conduct a 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 11 September 2009. 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 Nylex Engineering Systems Limited (In Receivership & 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 17th day of August 2009

Attach:

**Estimated Statement of Affairs of
Nylex Engineering Systems Limited (In Receivership & In Liquidation)
As at the date of the Appointment of Liquidators
Being 14 August 2009**

	<i>Estimated Realisable Value \$</i>
Assets:	
Surplus from Receivership	Nil
Estimated Total Assets Available for Preferential Creditors and Secured Creditors	Nil
First Ranking Preferential Creditors	
Wages and Holiday Pay (Includes PAYE)	Nil
	Nil
Second Ranking Preferential Creditors	
Inland Revenue Department – GST & PAYE	Nil
Estimated Total Assets Available for Secured Creditors and Unsecured Creditors	Nil
Secured Creditor Shortfall	Not Known
Estimated Deficiency as regards Secured Creditors	Not Known
Unsecured Creditors	Nil
Estimated Deficiency as regards Unsecured Creditors	Not Known
Issued and Paid Up Capital	(22,783,096)
Total Deficiency as regards Unsecured Creditors and Shareholders	Not Known

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 14 August 2009.

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

14 August 2009

Nylex Engineering Systems Limited (In Receivership & In Liquidation)
Creditors Known at Liquidation
August 2009

COMPANY	ADDRESS1	ADDRESS2	CITY
ANZ FIDUCIARY SERVICES PTY LTD	430 COLLINS ST	MELBOURNE	AUSTRALIA