

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Lloyd Hayward

Company Number: 2258212

Liquidators' Further Report

Rogers Civil Infrastructure Limited (In Liquidation)

For the period to 5 January 2012

Introduction

Rogers Civil Infrastructure Limited was placed into voluntary liquidation in Auckland on 6 July 2011 and Jeff Meltzer and Lloyd Hayward were appointed joint and several Liquidators.

In accordance with section 255 of the Companies Act 1993 the Liquidators are obliged to report to all creditors and shareholders on the conduct of the liquidation during the preceding six months. This report covers the period to 5 January 2012.

Schedule of Receipts and Payments

A schedule of receipts and payments is attached.

Asset Realisations

At the time of the appointment of the Liquidators the secured lender (GE) holding a General Security Agreement as is its policy took possession of all assets subject to its security interest. Some time later the secured lender conducted an auction sale of these assets. We understand that while the auction was considered successful the proceeds were insufficient to clear all of the secured debt and there remains a shortfall.

On appointment the Liquidators took control of the company's premises at Patiki Road, its assets and secured all books and records including computer records. As noted above GE then took control of fixed assets subject to its security interest. Thus the only asset not under the control of the secured lenders is trade debt and retentions receivable. The Liquidators have actively pursued debt recovery including appointing a collection agent. Contact debt and retentions have proved difficult to recover as contract principals make claims against the company to which they are entitled to set off against monies due by them to the company. In some cases recovery has only been achieved after extensive negotiation. At this stage not all retentions receivable have matured and become receivable.

Jeff Meltzer
Karen Mason
Arron Heath



Because of the uncertainties in recovery of contract debt and retentions we are not able to estimate the value of further recoveries.

Dividends

Preferential creditors have been paid in part however further preferential debt remains unpaid.

Given the level of secured debt that remains unpaid we do not expect that there will be any funds available for distribution to unsecured creditors.

Liquidators' Investigations

These are continuing.

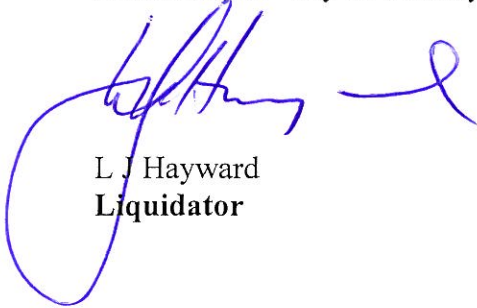
Outstanding Matters

Outstanding matters are:

- Completion of recovery of contract debt and retentions;
- Payment of preferential creditors;
- Liquidators initial review into the companies affairs; and
- Identification and recovery of voidable preference payments under S292 of the Companies Act 1993.

Please contact Lloyd Hayward of this office should you require any further information.

Dated this 24th day of January 2012.



L. J. Hayward
Liquidator

Rogers Civil Infrastructure Limited (In Liquidation)

Receipts and Payments

For the period to 5 January 2012

	\$
Receipts	
Debtors	102,039.36
Proceeds of Bank Account	59,354.77
Pre Liquidation GST Refund	20,704.15
IBD Interest	78.83
GST Income	42,180.17
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	224,357.28
Payments	
Liquidators' Remuneration	70,761.45
Liquidators' Disbursements	1,562.49
Advertising	728.57
Bank Fees	51.25
Computer Services	2,366.53
Debt Collection	2,859.66
Insurance	1,635.51
Machinery Work	239.90
Mail Redirection	395.65
Meeting Room Hire	650.00
Mileage	109.57
Power	17.44
Remediation Work	2,455.00
Rent	10,000.00
Legal Fees	4,450.00
Copying & Postage	1,381.76
Telephone	230.00
Preferential Claims	69,544.71
Liquidation Wages	16,510.11
GST Expense	18,073.78
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	204,023.38
Balance as at 5 January 2012	<hr/> <u>20,333.90</u>

Notes: The funds held are subject to further costs of winding up.