

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Mike Lamacraft

Liquidators' First Report

Team Maddison (NZ) Limited (In Liquidation)

1. Appointment

We advise that Jeffrey Philip Meltzer and Michael Lamacraft were appointed joint and several Liquidators of the above company on 13 February 2009 by special resolution of shareholders.

Jeff Meltzer and Mike Lamacraft are full time Insolvency Practitioners. They have previously acted as Liquidators of a company with a common shareholder. This liquidation was closed in February 2008.

2. Background

<i>Date of Incorporation:</i>	1 August 2005	
<i>Trading Address:</i>	Suite 1A, Federal Street, Auckland	
<i>Type of Business:</i>	Franchise Consultancy	
<i>Date Ceased Trading:</i>	12 February 2009	
<i>Shareholders:</i>	Campbell Spencer	80 shares
	Norman Weitzman	20 shares
<i>Director:</i>	Campbell Spencer	
<i>Share Capital:</i>	100 ordinary shares	
<i>Date of Liquidation:</i>	13 February 2009	

3. Events Leading to Appointment

We are advised that as a result of incorrect tax advice received the company was left with a substantial tax liability it could not meet. This, coupled with problems in collecting debts owed to the company meant the company could not meet its obligations. Having taken advice the director decided that the proper course was 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*

Every reasonable effort will be made to maximise the recovery from debtors. Fixed assets will be disposed of in accordance with professional advice obtained.

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 20 March 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 Team Maddison (NZ) 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 substantial distribution to creditors, pursuant to s245 of the Companies Act 1993 the Liquidators, to minimise the costs of the liquidation, 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 February 2009

Attach:

**Estimated Statement of Affairs of
Team Maddison (NZ) Limited (In Liquidation)
As at the date of the Appointment of Liquidators
Being 13 February 2009**

		<i>Estimated Realisable Value \$</i>
Assets not Specifically Pledged:		
Shareholders Current Account		Not Known
Debtors		200,000
Office Equipment		3,000
Estimated Total Assets Available for Preferential Creditors		<u>203,000</u>
First Ranking Preferential Creditors		
Wages and Holiday Pay (Includes PAYE)		-
Second Ranking Preferential Creditors		
Inland Revenue Department	GST	(80,000)
	PAYE	(50,000)
		<u>(130,000)</u>
Estimated Total Assets Available for Unsecured Creditors		<u>73,000</u>
Unsecured Creditors		
Trade Creditors		(11,000)
Loan		<u>(200,000)</u>
		<u>(211,000)</u>
Estimated Deficiency as regards Unsecured Creditors		<u>(138,000)</u>
Issued and Paid Up Capital		(100)
Estimated Total Deficiency as regards Unsecured Creditors and Shareholders		<u><u>(138,100)</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 13 February 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

13 February 2009

Team Maddison (NZ) Limited (In Liquidation)
Creditors Known at Liquidation
February 2009

Company	Address1	Address2	City
Inland Revenue Department	PO Box 1535		HAMILTON
Accident Compensation Corporation	PO Box 3248		WELLINGTON
S M Chan & Partners Ltd	PO Box 5748	Wellesley Street	AUCKLAND
Corporate Cabs	PO Box 24-319		AUCKLAND 3
Just Water	Private Bag 92-811	Penrose	AUCKLAND
Lynch Phibbs Ltd	PO Box 37-144	Parnell	AUCKLAND
New Zealand Office Supplies	PO Box 58 539	Greenmount	AUCKLAND
VNK Technologies Ltd	PO Box 125279	St Heliers	AUCKLAND
ASB	PO box 35		AUCKLAND
NK & PC Spencer Family Trust	PO Box 46-104	Herne Bay	AUCKLAND