

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Arron Heath

Liquidators' First Report

Virtuoso Group (NZ) Limited (In Liquidation)

1 Appointment

We advise that Arron Leslie Heath and Michael Lamacraft of Meltzer Mason Heath were appointed joint and several Liquidators of the above company on 29 March 2011 by special resolution of shareholders.

Mr Heath and Mr 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>	28 August 1974
<i>Trading Address:</i>	Unit 2, Level 1, 125 The Strand, Auckland and 34A Roberts Street, Taupo
<i>Type of Business:</i>	Corporate Consulting
<i>Date Ceased Trading:</i>	18 March 2011
<i>Shareholder:</i>	Kenneth Ross Bauckham Irons 38,000 shares
<i>Director:</i>	Kenneth Ross Bauckham Irons
<i>Share Capital:</i>	38,000 ordinary shares
<i>Date of Liquidation:</i>	29 March 2011

3 Events Leading to Appointment

The company's business model relies on contracts being obtained with one or more of the major trading banks. The banks identify clients who attend presentations and who may subsequently sign up for an individual assignment with the company. However, following the 22 February earthquake in Christchurch it became apparent that no further contracts would be entered into by the trading banks for the time being. Unfortunately, the company did not have the reserves and liquidity available to enable it to continue to operate until trading conditions improved and the decision was therefore made to appoint the Liquidators.

Jeff Meltzer

Karen Mason

Arron Heath



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

Any funds on hand and debtor balances will be recovered, if possible. Advice will be obtained as to the best method of realising the company's fixed assets.

5.2 Examination of Books and Records

The Liquidators will examine the company's available books and records and, subject to funding availability, will conduct a brief review of the company's affairs.

5.3 Knowledge of Information Relevant to the Liquidation

Should creditors or 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 enclosed Creditor's claim form by 29 April 2011. 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 Virtuoso Group (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 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: Arron Heath

A. Heath.

A L Heath
Liquidator

Dated this 4th day of April 2011

Attach:

**Estimated Statement of Affairs of
Virtuoso Group (NZ) Limited (In Liquidation)
As at the date of the Appointment of Liquidators
Being 29 March 2011**

	<i>Note</i>	<i>Estimated Realisable Value</i> \$
Assets:		
Cash at Bank		6,790
Debtors		2,666
Furniture, Fittings and Office Equipment	1.	Unknown
Estimated Assets Available for Preferential Creditors		9,456
<i>Less</i> – First Ranking Preferential Creditors		
Wages and Holiday Pay (Includes PAYE)		Nil
		9,456
<i>Less</i> – Second Ranking Preferential Creditors		
Inland Revenue Department	GST PAYE	(3,089) 3,510
		(421)
Estimated Assets Available for Secured Creditors		9,035
<i>Less</i> – Secured Creditors		Nil
Estimated Assets Available for Unsecured Creditors		9,035
<i>Less</i> – Unsecured Creditors		1,299,923
Estimated Deficiency as regards Unsecured Creditors		(1,290,888)
<i>Less</i> – Issued and Paid Up Capital		38,000
Estimated Total Deficiency		(1,328,888)

Notes:

1. Awaiting a Valuation Report.
2. 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 29 March 2011.

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.

Virtuoso Group (NZ) Limited (In Liquidation)
Creditors Known at Liquidation

March 2011

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Company	Address1	Address2	Address3
ADT NZ	PO Box 2439	Shortland St	Auckland
American Express International (NZ) Ltd	PO Box 3616		Auckland 1140
ASB Bank Limited	PO Box 35		Auckland
ASB Visa	PO Box 35	Shortland Street	Auckland 1140
C/- ASB Bank Limited			
Bank of New Zealand	Private Bag 92208		Auckland 1142
Buddle Findlay	PO Box 1433		Auckland 1140
Cleancorp	PO Box 15873	New Lynn	Auckland 0640
Digithink	PO Box 114		Taupo 3351
Everything Design Ltd	PO Box 37678		Auckland
Hornabrook Macdonald Lawyers	PO Box 91845		Auckland 1142
Iles & Campbell Ltd, Chartered Accountant	PO Box 716		Taupo
IRD	PO Box 39010	Wellington Mail Centre	Lower Hutt 5045
Katamatite Enterprises Limited	55 St Leonard's Rd	Epsom	Auckland 1024
Konica Minolta	PO Box 68045	Newton	Auckland
Michele Elsmore	6 Glenalmond Rd	Mt Eden	Auckland 1024
Newmarket Office Products Depot	PO Box 1500	Shortland St	Auckland
NZ Herald	PO Box 3992	Shortland St	Auckland 1140
One Net	PO Box 46068		Auckland 1147
Page One Ltd	PO Box 3	Clevedon	Auckland 2248
Roger Smith	47 Burrell Rd,		Waiheke Island 1081
Seek NZ Ltd - Customer Recruitment Account	PO Box 302328	North Harbour	Auckland 0751
Specialist Office Supplies Ltd	PO Box 303520	North Harbour	Auckland 0751
Strand - Milk Cafe	PO Box 37345	Parnell	Auckland
Strand Holdings	125 The Strand	Parnell	Auckland
Taupo Kitchen Bathroom Centre	201 Gillespie Place		Taupo
TelstraClear Company	PO Box 92143		Auckland
The Chiller Parnell	Unit 4, 114 St Georges Bay Rd	Parnell	Auckland
The National Bank of New Zealand Ltd	Business Credit Management	PO Box 40	Wellington 6015
The Thinking Space (NZ) Ltd	First Floor	267 Broadway Ave	Palmerson North
C/- Cochrane Accountants Ltd			
Tim Childs	25 Ngauruhoe St	Mt Eden	Auckland
Ubertec	PO Box 137161	Parnell	Auckland
Vodafone	PO Box 90112	Victoria St West	Auckland 1142
Vodafone	PO Box 9404	Victoria St West	Auckland 1149
Warehouse Stationery	PO Box 101248	North Shore Mail Centre	Auckland 0745