

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Arron Heath

Liquidators' First Report

White Rose Investments 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 9 October 2007 by special resolution of shareholders.

Arron Heath and Michael 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>	17 April 2003
<i>Trading Address:</i>	16 Bradford Street, Parnell, Auckland
<i>Type of Business:</i>	Property Development
<i>Date Ceased Trading:</i>	Unknown
<i>Shareholders:</i>	Nigel Charles Henry Boland and JZE Trustee Company Limited 98 shares Nigel Charles Henry Boland 1 share Veronica Anne Boland 1 share
<i>Directors:</i>	Nigel Charles Henry Boland
<i>Share Capital:</i>	100 ordinary shares
<i>Date of Liquidation:</i>	9 October 2007

3. Events Leading to Appointment

The Director advises that upon settlement of the sale of the company's developed properties, the company's secured creditor applied the net proceeds to a loan advanced to an associated company. This left the company with no funds with which to pay GST and creditors. As it is unlikely that the associated company will be able to repay the company a decision was made to appoint the Liquidators.



4. Statement of Affairs

The Liquidators have prepared an Estimated Statement of Affairs being the estimated 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 Liquidators consider that the company has no realisable assets.

5.2 Investigations

A review of the company's affairs can be undertaken subsequently, should funding be available, and there is some certainty regarding the possibility of monies being recovered for the benefit of creditors.

Creditors with knowledge and/or concerns about the company's affairs are requested to contact the Liquidators as soon as possible.

6. Creditors Claim Form

Creditors should complete and return the attached Creditor's claim form by 9 November 2007. Creditors who do not make a claim within the period may be excluded from any distribution that may be made.

7. 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 White Rose Investments Limited (In Liquidation), and you have not yet contacted the Liquidators, please contact us immediately.

8. 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.

9. 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.

10. 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 L Heath
Liquidator

Dated this 9th day of October 2007

Attach:

**Estimated Statement of Affairs of
White Rose Investments Limited (In Liquidation)
As at the date of the Appointment of Liquidators
Being 9 October 2007**

	<i>Book Value</i>	<i>Estimated Realisable Value</i>
	\$	\$
Assets:		
Advance to Associated Company	410,977	?
Estimated Total Assets Available for Preferential Creditors		<u>?</u>
<i>Less</i> – First Ranking Preferential Creditors		
Wages and Holiday Pay (Includes PAYE)		Nil
		<u>?</u>
<i>Less</i> – Second Ranking Preferential Creditors		
Inland Revenue Department – GST		312,235
Estimated Deficiency as regards Preferential Creditors		<u>(312,235)</u>
<i>Less</i> – Secured Creditors		Nil
		<u>(312,235)</u>
<i>Less</i> – Unsecured Creditors		160,277
		<u>160,277</u>
Estimated Deficiency as regards Preferential Unsecured Creditors		<u>(472,512)</u>
<i>Less</i> – Issued and Paid Up Capital		100
Estimated Total Deficiency		<u><u>(472,612)</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 9 October 2007.

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.