

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Mike Lamacraft

Liquidators' First Report

114 Dominion Rd 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 17 October 2007 by special resolution of shareholders.

Arron Heath and Mike Lamacraft are full time Insolvency Practitioners. They are also Liquidators of Skyboux Enterprises Limited (In Liquidation) which company has a common director with 114 Dominion Rd Limited (In Liquidation).

2. Background

<i>Date of Incorporation:</i>	12 July 2005
<i>Trading Address:</i>	C/- 116 Harris Road, East Tamaki, Auckland
<i>Type of Business:</i>	Property Development
<i>Date Ceased Trading:</i>	April 2006
<i>Shareholders:</i>	Bremen Investments Limited 50 shares HTK Trustee Limited 50 shares
<i>Directors:</i>	Harold Kereama Jason Peters Megan Peters
<i>Share Capital:</i>	100 ordinary shares
<i>Date of Liquidation:</i>	17 October 2007

3. Events Leading to Appointment

We are advised that the company contracted to purchase a property in November 2005. GST was claimed on that purchase but when the purchase did not proceed the company was unable to repay the GST, and also lost its deposit.



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 recovery of sums owed to the company will be pursued. If litigation proves necessary funding may be required.

5.2 Investigations

The Liquidators will conduct a brief initial review into the trading affairs of the company.

6. Creditors Claim Form

Creditors should complete and return the attached Creditor's claim form by 23 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 114 Dominion Rd 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: Mike Lamacraft

M Lamacraft
Liquidator

Dated this 24th day of October 2007

Attach:

**Estimated Statement of Affairs of
114 Dominion Rd Limited (In Liquidation)
As at the date of the Appointment of Liquidators
Being 17 October 2007**

	<i>Book Value 31.03.06</i>	<i>Estimated Realisable Value</i>
	\$	\$
Assets not Specifically Pledged:		
Debtors (Related)	451,847	<u>Not Known</u>
Estimated Total Assets Available for Preferential Creditors		Not Known
First Ranking Preferential Creditors		
Wages and Holiday Pay (Includes PAYE)		<u>Nil</u>
		Not Known
Second Ranking Preferential Creditors		
Inland Revenue Department - GST		<u>(766,000)</u>
Estimated Deficiency as regards Preferential Creditors		Not Known
Unsecured Creditors		<u>(200,000)</u>
Estimated Deficiency as regards Unsecured Creditors		<u><u>(966,000)</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 17 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.

M Lamacraft
Liquidator

17 October 2007