

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Rachel Mason

Liquidators' First Report

Ace Tidy Cars Limited (In Liquidation)

1. Appointment

We advise that Jeffrey Philip Meltzer and Karen Betty Mason were appointed joint and several Liquidators of the above company on 21 May 2004 by special resolution of shareholders.

Jeff Meltzer and Karen Mason 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>	2 July 1998
<i>Type of Business:</i>	Car Valet Service
<i>Date Ceased Trading:</i>	February 2002
<i>Shareholders:</i>	The Sarah Family Trust 1,000 shares
<i>Directors:</i>	Joann Elizabeth Sarah John Robert Sarah
<i>Share Capital:</i>	1,000 ordinary shares of \$1.00 each
<i>Date of Liquidation:</i>	21 May 2004

3. Events Leading to Appointment

The directors advise that the business was sold two years ago and has not traded since then. The shareholders therefore resolved to place the company in liquidation.



4. Statement of Affairs

The Liquidators have prepared a 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 Liquidators will assess the likelihood of realising the asset.

5.2 Investigations

The Liquidators will review the company's books and records, conduct an initial investigation into the trading affairs of the company and conduct all other investigations that the Liquidators are charged to do.

6. Creditors Claim Form

Creditors should complete and return the attached Creditor's claim form by 21 June 2004. 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 Ace Tidy Cars 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: Rachel Mason

K B Mason
Liquidator

Dated this 24th day of May 2004

Attach:

**Statement of Affairs of
Ace Tidy Cars Limited (In Liquidation)
As at the date of the Appointment of Liquidators
Being 21 May 2004**

		<i>Estimated Realisable Value</i>
		\$
Assets		
Loan		35,000
Estimated Total Assets Available for Preferential Creditors and Secured Creditors		<u>35,000</u>
<i>Less</i> – First Ranking Preferential Creditors		
Wages and Holiday Pay (Includes PAYE)		Nil
		<u>Nil</u>
<i>Less</i> – Second Ranking Preferential Creditors		
Inland Revenue Department	GST	27,542
	PAYE	21,886
		<u>49,428</u>
Estimated Total Deficiency as regards Secured Creditors and Unsecured Creditors		<u>13,528</u>
<i>Less</i> – Secured Creditors		
First Debenture		Nil
		<u>Nil</u>
Estimated Total Deficiency as regards Secured Creditors and Unsecured Creditors		<u>13,528</u>
<i>Less</i> – Unsecured Creditors		61,662
		<u>75,190</u>
Total Deficiency as regards Unsecured Creditors and Shareholders		
<i>Less</i> – Issued and Paid Up Capital		1,000
Total Deficiency as regards Unsecured Creditors and Shareholders		<u><u>76,190</u></u>

Note: The above estimates are subject to the costs of realisation, including Liquidators' fees.

Disclaimer of Liability:

We have compiled the Statement of Affairs as at the date of Liquidation being 21 May 2004.

A compilation is limited to the collection, classification and summarisation of the books and records of the company together with information supplied by the Directors. A compilation does not involve the verification of that information. We have not carried out an audit or reviewed the information supplied and therefore we do not accept any responsibility for the accuracy of the information from which the Statement of Affairs has been prepared. Further, the Statement of Affairs has been prepared for the purpose of the liquidation only, and we do not accept any responsibility on any ground whatever, including liability in negligence, to any other person.