

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Mike Lamacraft

No. of Company: 296507

Liquidators' Further Report

Aluminium City (South Auckland) Limited (In Liquidation)

For the period 28 October 2008 to 27 April 2009

Introduction

Aluminium City (South Auckland) Limited was placed into voluntary liquidation in Auckland on 28 October 2008 and Arron Leslie Heath and Michael Lamacraft were appointed joint and several Liquidators.

In accordance with section 255 of the Companies Act 1993 the Liquidators are obliged to report to all creditors and shareholders on the conduct of the liquidation during the preceding six months. This report covers the period 28 October 2008 to 27 April 2009.

Schedule of Receipts and Payments

A cash position is attached recording transactions achieved in the period.

Asset Realisations

Fixed assets were sold through a process of auction or private treaty based on the professional valuations obtained.

Distribution/Dividends

The first secured creditor has been paid in full from assets covered by the security. Employee preferential claims have been paid in full. Future realisations will first be available to satisfy the IRD's preferential claim of \$199,832.29.

Liquidators' Investigations

At this stage the Liquidators have not identified any issues that either merit further investigation or would be economic to pursue.

Outstanding Matters

There remain debts with a book value of approximately \$500,000 to be pursued. We have commenced legal proceedings where appropriate and all debts will be pursued as far as is economically viable. Many of the debts are in dispute and in certain cases there is no ability to settle even though there is no dispute. Each account will continue to be assessed from a legal and commercial standpoint.

Please contact Mike Lamacraft of this office should you require any further information.

Dated this 8th day of May 2009

M Lamacraft
Liquidator

Jeff Meltzer

Karen Mason

Arron Heath



Aluminium City (South Auckland) Limited (In Liquidation)

Receipts and Payments

For the period 28 October 2008 to 27 April 2009

\$

Receipts

Debtors	118,975.54
Sale of Assets	35,978.05
IBD Interest	66.48
GST Income	7,875.19
	<u>162,895.25</u>

Payments

Liquidators' Remuneration	16,912.50
Liquidators' Disbursements	692.58
Professional Valuation	1,250.00
Bank Fees	65.00
Process Server	164.44
Liquidation Wages	9,932.91
PAYE	8,440.25
Preferential Wages & Holiday Pay	17,874.07
Distribution to Secured Creditor	21,689.46
GST Expense	2,554.91
	<u>79,576.12</u>

Funds on Hand

83,319.13

Notes: The funds held are subject to further costs of winding up.