

**DML RESOURCES LIMITED (IN LIQUIDATION)
LIQUIDATORS' TWENTY SEVENTH REPORT TO CREDITORS**

for the period from 7 November 2011 to 6 May 2012
(pursuant to section 255(2)(d) of the Companies Act 1993)

1. PROGRESS OF THE ADMINISTRATION OF THE LIQUIDATION

- 1.1 The liquidators report to creditors on the progress made in the administration of the liquidation of DML Resources Limited (In Liquidation) ("DML") during the period 7 November 2011 to 6 May 2012.
- 1.2 All assets of DML have been realised other than the ongoing recovery from Malaysia detailed in section 3 of this report.
- 1.3 We repeat that the liquidators have paid 75 cents in the dollar to admitted unsecured creditors. In addition to this distribution to creditors, payment has also been made from the Voidable Preference Trust to those creditors entitled to the funds held in that trust. Creditors entitled to the Voidable Preference Trust funds had claims in the liquidation totalling \$7,216,692. The total payment to these creditors in May 2005 from the trust funds was \$1,371,171 (i.e. 19 cents in the dollar).
- 1.4 The former liquidator John Trevor Whittfield resigned his appointment on 27 August 2010. He was replaced by Boris van Delden, Chartered Accountant of McDonald Vague.
- 1.5 This report is being filed with the Registrar only.

2. CREDITORS' CLAIMS

As reported previously all creditor claims have been reviewed and have been either settled, accepted, rejected or withdrawn by the creditor. Creditors' claims total \$13.09 million.

3. DML MALAYSIA

The liquidators and their joint venture partners have negotiated a settlement of the outstanding legal proceedings which have now been withdrawn.

The particulars of the settlement are confidential but will result in an eventual payment to the shareholder, being DML Resources Limited (In Liquidation).

The liquidator can confirm that the first two instalments of the settlement have been received and part of these funds were used to pay legal costs of settlement and the secured debt of the joint venture company.

4. FUNDS

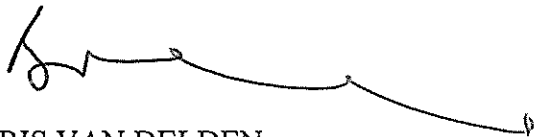
Currently, the liquidator is holding approximately \$184,000 in the liquidation.

5. COMPLETION

The completion of this liquidation is dependent upon conclusion of the settlement with the Malaysian joint venture company. This is expected to be in approximately six years' time.

Creditors are advised that this report and all previous reports are available on our website www.mvp.co.nz. Any enquiries can be directed to Kevin Bromwich at this office on DDI 0-9-303 9514.

Yours faithfully
for DML RESOURCES LIMITED
(IN LIQUIDATION)



BORIS VAN DELDEN
LIQUIDATOR

Dated this 30th day of May 2012

Number of Company: 340593

Name of Company: DML RESOURCES LIMITED (IN LIQUIDATION)

Subject: LIQUIDATOR'S STATEMENT OF REALISATIONS AND
DISTRIBUTIONS FOR THE PERIOD 7 MAY 1998 TO
6 MAY 2012

		Cash Received
CASH HAS BEEN RECEIVED AS FOLLOWS:	\$	\$
Funds from Receiver	1,114,159	
Funds from Debentureholder	240,000	1,354,159
New Zealand Assets		
Debtors	32,791	
Plant and Equipment	342,150	
Truck Sales	129,200	
Sundry Assets	5,424	509,565
Funding for DML Malaysia		69,281
Overseas Assets		
Chile	177,563	
Hong Kong	84,286	
Indonesia	72,077	333,926
Settlements		
Settlement with DML MRP	191,868	
Settlement – Action Against Director	7,850,000	
Auriferous Settlement	100,000	
Coeur Gold (Excluding GST)	2,440,641	
Diesel Propulsion/Wiri Land	140,000	
DML Pty Australia Dividend	1,061,138	
Glencol Settlement	27,500	
Solid Energy	375,000	
Intercompany Loan Repayment	134,292	12,320,439
Refunds from Inland Revenue Department		
Pre-Liquidation GST Refunds	1,774,228	
RWT Refund	106,829	
Income Tax Refund	390,859	2,271,916
Miscellaneous		
Insurance Refund	55,696	
Interest Received	950,891	
Legal Costs Recovered	14,412	
Sale of Shares	27,293	
Sundry	14,004	
		1,062,296
TOTAL REALISATIONS		\$17,921,582

CASH HAS BEEN PAID AS FOLLOWS:**Costs Charges & Expenses of Liquidation**

Liquidators' Fees	3,420,499	
Disbursements	179,491	3,599,990
Legal Fees		
Actions Against Directors	1,098,598	
Auriferous	32,059	
Chile Funds	27,958	
China Receivables	83,471	
Coeur Gold (Including Consultants)	1,071,431	
Creditors' Claims	45,636	
Debenture	40,099	
Diesel Propulsion	47,477	
DML Pty Limited (In Liquidation)	30,419	
Solid Energy	42,937	
Voidable Transactions	33,523	
General	169,001	2,722,609
Other Professional Fees		
Accounting	15,138	
Consulting Fees	40,136	
Computer Support	2,388	
Tax Advice	86,361	144,023
Financial Support to Related Companies		
Financial Support – Cobalt SG Limited	37,952	
DML Resources (Asia) Limited	144,548	
DML Resources (Malaysia) Sdn Bhd	129,255	311,755
Liquidation Operating Costs		
Accident Compensation Corporation Costs	14,856	
Advertising	4,640	
Bank Fees	2,730	
Insurance	21,532	
Printing and Photocopying	29,705	
Storage – Vehicles, Records and Engines	95,451	
Vehicle Expenses and Transportation Costs	15,287	
Wages	7,822	
Sundry	19,942	211,965
Inland Revenue Department		
Fringe Benefit Tax	2,460	
Resident Withholding Tax	67,004	69,464
Settlements and Distributions to Creditors (See Notes 3 and 4)		
Applicant Creditor Costs	2,155	
Inland Revenue Department – PAYE, GST	1,035	
Settlement of Creditors' Claims	830,147	
First Distribution to Unsecured Creditors	662,627	
Second Distribution to Unsecured Creditors	7,869,675	
Third Distribution to Unsecured Creditors	1,311,613	10,677,252
TOTAL DISTRIBUTIONS		\$17,737,058

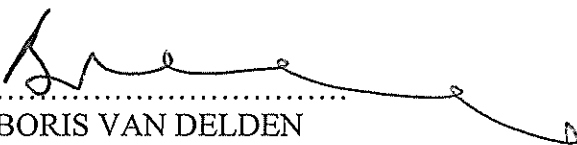
TOTAL REALISATIONS
LESS TOTAL DISTRIBUTIONS

17,921,582
17,737,058

BALANCE HELD

\$184,524

Note: The above figures are GST exclusive


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BORIS VAN DELDEN
LIQUIDATOR

Dated this 30th day of May 2012