

**LAUREGAN HOLDINGS LIMITED
(IN LIQUIDATION)**

LIQUIDATORS' SECOND REPORT

Pursuant to Section 255(2)(d)
of the Companies Act 1993

**For the Period from 6 June 2012
to 5 December 2012**

1. PROGRESS OF THE ADMINISTRATION OF THE LIQUIDATION

The liquidators report herewith on the progress made in the liquidation of Lauregan Holdings Limited. Included in this report is the liquidators' Statement of Realisations and Distributions to 5 December 2012.

This second report to creditors follows the first report and should be read in conjunction with the first report. This report is being sent to all shareholders and to all creditors who have filed a claim in the liquidation.

2. REALISATION OF COMPANY ASSETS

2.1 Secured Property

The liquidators' first report referred to the company's ownership of three commercial properties subject to mortgage securities held by Westpac New Zealand Limited who was owed \$1,545,452. The properties were subsequently sold by way of mortgagee sale for \$305,000, and \$249,554 was distributed after costs to the secured creditor.

2.2 Prepayments

Investigations by the liquidators have led to the realisation of prepayments totalling \$16,648.

3. CREDITORS' CLAIMS

3.1 Secured Creditors

A secured claim totalling \$1,545,452 has been received from Westpac New Zealand Limited in respect of mortgage securities held. As described above, \$249,554 has been paid to the secured creditor from the realisation of the Secured Property.

3.2 Preferential Creditors

A preferential claim for Court awarded costs in the amount of \$3,784 was received from the applicant creditor. The applicant creditor has been paid in full through the sale of the Secured Property.

The Inland Revenue Department has advised that it has a preferential claim for \$3,105 in respect of GST. To date no payment has been made in respect of this claim.

3.3 Unsecured Creditors

As at the date of preparing this report three unsecured creditors' claims have been received which total \$134,310, of which \$12,806 has been paid through the sale of the Secured Property. In the interests of minimising liquidators' fees, the liquidators will not attend to the formality of accepting or rejecting creditors' claims until such time as they are in a position to pay a distribution.

4. INVESTIGATIONS

The liquidators' investigations into the books, records and affairs of the company remain ongoing. These investigations have been hampered by a lack of cooperation from Edward Errol Johnston ("Mr Johnston"), the sole director and shareholder of the company. Mr Johnston was adjudicated bankrupt on 20 November 2012.

Due to concerns by the liquidators over certain transactions undertaken by the company and Mr Johnston, a referral has been made to the Serious Fraud Office.

5. LIQUIDATORS' FEES

Liquidators' fees to the date of this report are \$18,927 plus GST including uninvoiced time of \$1,223. The fees are based on 66 hours of work undertaken as follows:-

Work Category	Hours	\$
• Appointment functions	29	\$7,501
• Asset Realisations	7	\$2,212
• Creditors' claims, enquiries and reports	10	\$3,130
• Taxation	4	\$891
• Investigations	16	\$5,193
Totals	66	\$18,927

Liquidators' fees in a Court ordered winding up are to be approved by the Court, and if required, a retrospective application for fee approval will be made by the liquidators.

Section 284(1) of the Companies Act 1993 provides that an application (with the leave of the Court) may be made by a creditor, shareholder or director of a company in liquidation to review or fix the remuneration of the liquidators. In circumstances where no application has been made to review or fix the liquidators' remuneration the Court will be less inclined to rigorously examine the fees submitted by the liquidators for subsequent approval.

6. FUNDS / LIKELY OUTCOME

Further creditor distributions are dependent upon the outcome of the liquidators' investigations.

7. MATTERS DELAYING COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- Completion of investigations.

8. CONCLUSION

Based on the above the liquidators presently propose to complete all outstanding matters with a view to retiring as liquidators within the next one year.

Any queries can be directed to Jared Booth of these offices on DDI 0-9-306 3340 or by visiting our website at www.mvp.co.nz.

Yours faithfully
for LAUREGAN HOLDINGS LIMITED
(IN LIQUIDATION)



BORIS VAN DELDEN
LIQUIDATOR

DATED this 11th day of December 2012

Number of Company: 1526142

Name of Company: LAUREGAN HOLDINGS LIMITED (IN LIQUIDATION)

Subject: LIQUIDATOR'S STATEMENT OF REALISATIONS AND
DISTRIBUTIONS FOR THE PERIOD 6 JUNE 2012 TO
5 DECEMBER 2012

	Cash Received
CASH HAS BEEN RECEIVED AS FOLLOWS:	\$
Rental Income	5,828
Prepayments	16,648
Interest	8
TOTAL REALISATIONS	<u>\$22,484</u>

CASH HAS BEEN PAID AS FOLLOWS:

Costs Charges & Expenses of Liquidation

Liquidators Fees	17,704
Disbursements	230
Sundry Expenses	72
Bank Fees	27
Resident Withholding Tax	2
TOTAL DISTRIBUTIONS	<u>\$18,035</u>

TOTAL REALISATIONS	22,484
LESS TOTAL DISTRIBUTIONS	<u>18,035</u>
BALANCE HELD	<u>\$4,449</u>

BALANCE REPRESENTED BY:

ASB Bank Limited – Current Account	133
ASB Bank Limited – Interest Bearing Trust Account	3,806
GST Suspense Account	510
TOTAL	<u>\$4,449</u>

Note: The above figures are GST exclusive


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BORIS VAN DELDEN
LIQUIDATOR

Dated this 11th day of December 2012