

**LIQUIDATORS' FIRST REPORT
ON THE STATE OF AFFAIRS OF
CLARE PARK LIMITED
(IN LIQUIDATION) – 'The Company'**

28 April 2010

Introduction

On 29th March 2010 by order of the High Court Clare Park Limited was placed in liquidation. By the same order Keiran Anne Horne and David Donald Crichton both of Christchurch, Chartered Accountants, were appointed as joint and individual liquidators of the company.

We set out below our first report on the state of affairs of the abovenamed company as required by section 255(2)(c)(ii)(A) of the Companies Act 1993.

Company Information

Date of Incorporation:	5 July 2006
Nature of Business:	Investment Financial Services
Date Ceased Trading:	Unknown
Shareholders:	Strathallan Nominee Company Ltd
Director:	Roy Hunter

Statement of Affairs

We attach a statement of the company's affairs as at the date of our appointment. This statement has been compiled from the company's records and information provided by the company's officers'. Due to the time constraints our verification work has still to be completed – accordingly neither we nor any of our employees accept any responsibility for any error or omission in the Statement of Affairs.

Subject to further verification, we estimate that there will be no funds available to unsecured creditors. This is because all preferential and secured creditors, such as employee claims (up to \$18,700 per employee), Inland Revenue (GST and PAYE claims) and hire purchase contracts must be paid before any unsecured creditors. At this stage there are insufficient funds to pay these preferential and secured creditors. However recovery actions through voidable transactions and actions against certain other parties may bring in additional funds.

Events Leading Up to Our Appointment

The company was wound up by the petitioning creditor Inland Revenue. The company fell behind on their payments. We have been unable to contact the Director to determine the reasons for the Company's failure.

Assets

The Company is the registered proprietor of 5 properties in Greymouth and one in Christchurch. We are currently investigating the equity in these properties. At this stage it seems likely that the properties will be sold by mortgagee auction.

Proposals for Conducting the Liquidation

The following matters will be attended to:

- Realise all assets
- Identify and Collect debtors
- Identify and Calculate employee claims
- Confirm Inland Revenue preferential claims
- Hold informal creditors meeting if required
- Pay preferential creditors (employees and Inland Revenue)
- Voidable transaction investigation
- Calculate directors current accounts
- Verify creditors claims
- Investigate insolvent and reckless trading and certain other actions against directors/shareholders

Creditors

We attach a list of all creditors, including their contact details, which we have been made aware of at this early stage in the liquidation.

Estimated Date of Completion of Liquidation

We estimate that the liquidation should be completed by December 2010. However, a number of issues may cause unexpected delays to the completion.

General

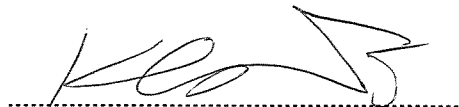
Any enquiries regarding the liquidation should be directed to either Colin Cowgill of our office or the liquidators during business hours.

Independence

This liquidation assignment is from a referral by the Inland Revenue Department, and accordingly the liquidators are independent of the directors/shareholders of the company.



D D Crichton
LIQUIDATOR



K A Horne
LIQUIDATOR

**STATEMENT OF AFFAIRS OF
CLARE PARK LIMITED (IN LIQUIDATION)
AS AT 29/03/10
BEING THE DATE OF THE APPOINTMENT OF LIQUIDATORS**

	Book Value	Estimated To Realise
	\$	\$
Assets not specifically charged		
Accounts Receivable		<i>Still to Investigate</i>
Plant & Machinery		<i>Still to Investigate</i>
Voidable Transaction Investigation		<i>Still to Investigate</i>
Shareholder Current Accounts		<i>Still to Investigate</i>
Actions Against Certain Parties		<i>Still to Investigate</i>
GST Refund from change of basis		<i>Still to Investigate</i>
	0	0

Assets subject to security interest

Asset Description	Book Value	Estimated To Realise	Amt owed on Security	Balance Available
	\$	\$	\$	\$
8 Challenger Lane, Redcliffs, Christchurch ¹	276,000	Still to Investigate	Still to Investigate	Still to Investigate
6 Ridgeway Drive, Greymouth, Greymouth ²	118,000	Still to Investigate	Still to Investigate	Still to Investigate
8 Fernbrook Close, Greymouth, Greymouth ²	120,000	Still to Investigate	Still to Investigate	Still to Investigate
7 Fernbrook Close, Greymouth, Greymouth ³	112,000	Still to Investigate	Still to Investigate	Still to Investigate
5 Fernbrook Close, Greymouth, Greymouth ³	110,000	Still to Investigate	Still to Investigate	Still to Investigate
30 Ridgeway Drvie, Greymouth, Greymouth ⁴	90,000	Still to Investigate	Still to Investigate	Still to Investigate
	826,000	0	0	0

Estimated Assets Available To

Preferential Creditors, General Security Holder and Unsecured Creditors 0

Less 1st General Security Agreement
N/A

Less Preferential Creditors:

Court Costs	2,943
Employee's Claims - Unpaid Wages (Gross)	<i>Still to Investigate</i>
- Holiday Pay (Gross)	<i>Still to Investigate</i>
- Redundancy	<i>Still to Investigate</i>
Inland Revenue - GST	35,041
- PAYE	Nil
- Student Loans	Nil
	37,984

Estimated Assets Available to Unsecured Creditors **(37,984)**

Inland Revenue Department	13,675
Other Unsecured creditors	7,692

Estimated Surplus/Deficit To Creditors (Subject to costs of liquidation) **(59,352)**

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AS AT 29/03/10
BEING THE DATE OF THE APPOINTMENT OF LIQUIDATORS**

NOTES TO STATEMENT OF AFFAIRS

1. Mortgagees

First Mortgagee: NZHB Commercial Ltd
Balance due: \$345,741 (Collateral Security)

2. Mortgagees

First Mortgagee: Raymond Sullivan Solicitors Nominee Company Ltd
Balance Due: \$415,880 (Collateral Security)
Second Mortgagee: NZHB Commercial Ltd
Balance due: \$345,741 (Collateral Security)
Third Mortgagee: South Canterbury Finance Ltd
Settlement Figure yet to be provided

3. Mortgagees

First Mortgagee: Face Finance Ltd
Settlement Figure yet to be provided
Second Mortgagee: Raymond Sullivan Solicitors Nominee Company Ltd
Balance Due: \$415,880 (Collateral Security)
Third Mortgagee: NZHB Commercial Ltd
Balance due: \$345,741 (Collateral Security)
Fourth Mortgagee: South Canterbury Finance Ltd
Settlement Figure yet to be provided

4. Mortgagees

First Mortgagee: NZHB Commercial Ltd
Balance due: \$345,741 (Collateral Security)
Second Mortgagee: South Canterbury Finance Ltd
Settlement Figure yet to be provided

Name	Add 1	Add 2	Add 3	Attention	Your Reference
IRD	PO Box 34249		WELLINGTON		Your Reference: 95078931
ACC	Debt Management Unit	PO Box 3248	WELLINGTON		Your Reference: B9380252e
Fisher & Associates Ltd	PO Box 29-388		CHRISTCHURCH		
Neil Clark Electrical Ltd	PO Box 8195	Riccarton	CHRISTCHURCH	Attention: Neil Clark	