

DIRECTORS

John Cregten

Andrew McKay

[www.corpfin.co.nz](http://www.corpfin.co.nz)

***Liquidators' Six-Monthly Report on the State of  
Affairs of the Company***

***(Section 255(2)(d) Companies Act 1993)***

***Company Name: Strategic Finance Limited (In  
Receivership & In Liquidation)***

***Company Number: 951477***

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## **Introduction**

1. Strategic Finance Limited ("the Company") was placed into liquidation by order of the High Court at 10.49 am on 26 July 2010 and John Joseph Cregten and Andrew John McKay were appointed joint and several Liquidators of the Company. We have not previously acted in any capacity for the Company or the officers and shareholders of the Company.
2. On 29 June 2010, prior to the liquidators' appointment, Andrew McKay and Justin Bosley were appointed joint and several liquidators of the Company's sole shareholder Strategic Investment Group Limited.

## **Realisation of Assets**

3. The Company had been placed into receivership on 12 March 2010 however the subsequent liquidation has not impacted on the receivership. The Receivers will continue their work, including the loan realisation and the sale process currently being undertaken for the benefit of secured debenture investors.
4. There have been no receipts or payments made during the course of the liquidation to date.

## **Further Proposals for Conducting The Liquidation**

### ***Distribution to Creditors***

5. Preferential shareholders are advised that there will be no funds available to them as there will be a shortfall to the secured creditors as advised to the NZX by the Receivers.
6. Debenture stock holders and investors who have submitted a claim to the Receivers should not submit another claim to the Liquidators. Debenture stock holders and investors should continue to direct any enquiries directly to the Receivers, PricewaterhouseCoopers, via their website: [www.pwc.com/nz/strategicfinance](http://www.pwc.com/nz/strategicfinance).

### ***Investigations***

7. The Liquidators have liaised with the Receivers with regards to our respective investigations to avoid duplication of effort. The Liquidators have identified a number of transactions which require further investigation and are progressing pursuit of possible avenues of recovery.

### ***Estimated Date of Completion of the Liquidation***

8. At this stage it is not practical to estimate the date of completion of the liquidation, as this will depend on any action the Liquidators may take in respect of transactions entered into by the Company prior to liquidation.
9. It is likely, as a minimum, that we will be required to remain as Liquidators until the completion of the receiverships of the subsidiary companies.

### **Restrictions**

10. The liquidators do not accept any responsibility or liability for any damage or loss occasioned to any party as a result of this report and in particular take no responsibility for any misinformation contained herein that has been supplied by the Company, its officers or any other person. The report is based upon information available at this stage and the Liquidators therefore reserve the right to review, and if considered necessary, to revise the report.

Dated at Auckland this 15<sup>th</sup> day of February 2011



**A. J. McKay**

**Joint Liquidator**