

4. Events Leading to Appointment of Liquidators

We have been advised that the reason for the failure of the company is due to the director and former director parting ways.

5. Statement of Affairs

We attach as *Appendix I* a statement of the company's affairs as at the date of our appointment.

This has been prepared from information provided by the director and former director of the company and the Liquidators are not yet able to express an opinion on the validity of that information.

Also attached as *Appendix II* is a list of known creditors as at the date of appointment.

6. Proposals for Conducting the Liquidation

The Liquidators have secured and realised the Company's known assets. These realisations included three vans and miscellaneous plant and equipment.

We are continuing to identify further company assets and are completing an investigation into the affairs of the Company. We have issued a current account demand against one of the shareholders as well as two inter-company demands. At this stage we do not know whether this will disclose any further recoveries. Our investigation will also establish if there were any potentially voidable transactions made by the Company.

Further we will look to establish if the directors have completed their statutory duties as required by the Companies Act 1993. Debtors of the Company will also be collected.

7. Estimated Date of Completion of Liquidation and Notice As To Further Reports

It is not practicable to estimate the date of the completion of the liquidation at this stage.

8. Creditors Meeting

A Liquidator may call a meeting of creditors in order to decide whether an application should be made to the Court to appoint a replacement Liquidator.

Having regard to the assets and liabilities of the company, the likely result of the liquidation and other relevant matters, the Liquidator considers in accordance with section 245 of the Companies Act 1993 that no such meeting should be held.

A meeting will not be called unless within 10 working days after receiving this notice a creditor gives notice in writing to the Liquidator requiring a meeting to be called.

No meeting will be held. The Liquidators dispense with holding a creditors meeting pursuant to Section 243 of the Companies Act 1993 as the dividend is expected to be nil or very small.

In accordance with Section 314 of the Companies Act 1993 a creditor or shareholder may request the Liquidators to call a meeting of creditors or shareholders at any time in the course of the Liquidation to vote on a proposal that a Liquidation Committee be appointed to act with the Liquidators. This request must be in writing.

The Liquidators may decline a request by a creditor or a shareholder to call a meeting on the grounds that:

- a) the request is frivolous or vexatious; or
- b) the request was not made in good faith; or
- c) the costs of calling the meeting would be out of proportion to the value of the company's assets.

The decision to decline a request may be reviewed by the Court on the application of any creditor or shareholder.

9. Creditors Claims

If your terms of trade with the company include reservation of title of goods supplied please contact Monique Nielsen on 07 571 6280.

Please complete and return the enclosed Unsecured Creditors Claim form by 27th day of August 2010 to P O Box 15660, Tauranga. If you believe that you are a secured creditor please contact our Tauranga office and the appropriate forms will be sent to you.

Completion of your claim should be given your urgent attention. If creditors do not lodge a claim with the Liquidators, they are not entitled to share in any distribution to creditors that may be made by the Liquidators.

10. Further Information

If you require any further information or if you have any information that will be of assistance to the Liquidators please contact Monique Nielsen at our Tauranga Office.



Robert James Neilson
Joint Liquidator

Appendix I

Cyber Electrics Limited (In Liquidation) Statement of Affairs as at the Date of the Appointment of the Liquidators being 14 July 2010

	<i>Note</i>	<i>Estimated to Realise</i>	
			<i>\$</i>
Assets			
Tools, Plant & Equipment	1	Unknown	
Shareholder Current Account		12,145	
Inter-company Loans		16,082	
Cash on hand		<u>10,110</u>	
			Unknown
Less Liabilities			
Secured Claims	2	45,122	
Preferential Claims	3	0	
Unsecured Creditors	4	<u>54,841</u>	99,963.45
Deficit (before costs of liquidation)			<u>Unknown</u>

Notes

- 1. There is insufficient information to identify the remaining assets still to be realised*
- 2. Secured creditors known to the liquidators to date.*
- 3. Preferential creditors known to the liquidators to date.*
- 4. Unsecured creditors known to the liquidators to date.*

Disclaimer

This statement should be read in conjunction with the disclaimer on page one of the above Liquidators report and RHB Chartered Accountants Limited have not audited the report and they, their directors or employees accept no liability to any other party in relying on the information presented. The purpose of the report is to give creditors of the company an indication of the financial position of the company as at the date of appointment of the Liquidators.

RHB Chartered Accountants Limited

Appendix II

Cyber Electrics Limited (In Liquidation) Schedule of Creditors as at 14 July 2010

Name	Address 1	Address 2	City
Bank of New Zealand	Lending Services	Private Bag 92089	Auckland 1142
Accident Compensation Corporation	Dept Management Unit	PO Box 3248	Wellington
JA Russell Ltd	Private Bag 92641	Symonds Street	Auckland
Bremca	PO Box 7169		Christchurch