

Receivers second report on the state of affairs of Edkins Enterprises Limited (In Receivership) ‘the company’ as at 27 July 2010. (Traded as Lawnmower & Chainsaw Centre)

Introduction

Kenneth Peter Brown and Paul Thomas Manning were appointed Joint Receivers and Managers of the above company on the 27th day of January 2010.

The appointment arose under the powers contained in a General Security Agreement dated the 22nd day of March 2007 which consists of all present and after acquired personal property.

We set out below our second report on the state of the affairs of the above named company as required by section 23 of the Receivership Act 1993, for the period 27 January 2010 to 27 July 2010.

Sale of Business and Assets

The business was sold as a going concern for \$140,000 with settlement occurring on 22 March 2010. We continued to trade the business until settlement date. The two vehicles were sold separately at auction.

Payments to the General Security Agreement Holders

A payment of \$179,708.94 has been made to the appointing GSA holder.

Payments to the Specific Security Creditors

All specific security creditors have been dealt with and charges released from the PPSR.

Payments to the Preferential Creditors

The following preferential creditor payments have been made. There are no outstanding claims.

Employee Holiday Pay Claims	\$5,475
Inland Revenue Department - GST Arrears	<u>\$6,096</u>
	\$11,571

Receipts & Payments

Attached is a list of receipts and payments to 27 July 2010.

RHB Chartered Accountants Limited

Tauranga
 Level 1 The Hub
 525 Cameron Road
 Tauranga

Te Puke
 Cnr Jocelyn & Queen Streets
 Te Puke

Auckland
 Level 3, DLA Phillips Fox Tower
 209 Queen St
 Auckland

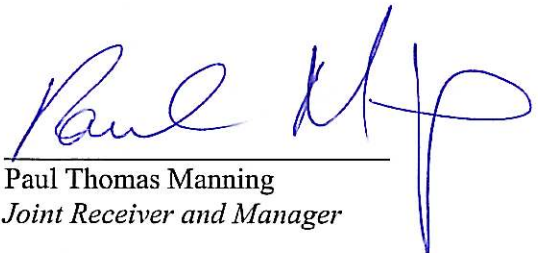
Phone number for all offices: (07) 5716280
 Postal address for all offices: PO Box 15660, Tauranga, 3144

Summary

We anticipate retiring as Receivers and Managers in the near future where upon control of the company will revert to the directors. A final report will be filed with the Companies Office at that time.



Kenneth Peter Brown
Joint Receiver and Manager



Paul Thomas Manning
Joint Receiver and Manager

Edkins Enterprises Limited (In Receivership)

Receipts and Payments from 27 January 2010 to 27 July 2010

GST exclusive

Receipts

GST on Income	33,429.67	
Funds on hand pre receivership	8,212.47	
GST Refunds	5,702.82	
Debtors	50,704.66	
Interest Received	501.48	
Insurance Refund	742.83	
Sale of Assets	40,013.33	
Sale of Stock	100,000.00	
Sale of Vehicles	15,844.44	
Trading Sales	199,048.72	
		454,200.42

Payments

GST on Expenses	20,742.74	
Advertising	369.50	
Commission on Sale of Assets	3,570.00	
Electricity	321.92	
GST Paid	12,761.11	
RWT on Interest	165.49	
Insurance	1,582.14	
Legal Fees	2,295.00	
GSA Holder Payment	179,708.94	
PAYE Paid	6,241.26	
Preferential Payment - IRD	6,096.43	
Preferential Payment - Wages & Holiday Pay	5,474.89	
Receivers Fees	62,133.19	
Rent	3,485.50	
Security	78.42	
Stock Purchases	68,884.11	
Storage & Removal	97.33	
Telephone	1,224.37	
Specific Security Holder Payment	37,246.10	
Valuation	1,760.00	
Wages	17,329.54	
Vehicle Expenses	826.19	
Repairs & Maintenance	89.33	
Freight & Courier	150.00	
Stationery & Computer Expenses	248.78	
		432,882.28

Net Funds

\$ 21,318.14