

Receivers third report on the state of affairs of Eurotech Audio Holdings Limited (In Receivership) 'the company' as at 5 June 2010

Introduction

Thomas Lee Rodewald and Kenneth Peter Brown were appointed Joint Receivers and Managers of the above company on the 5th day of June 2009. Because the appointment is in Auckland and the Receivers reside in Tauranga, Auckland agents were appointed being Thomas Wilson and Steven Wilkins from Time Capital NZ Limited (formerly Seasons Business Transfer Specialists) telephone 0274 850250.

The Receivers were also appointed Joint Receivers and Managers to Eurotech Audio Holdings Limited on the same date. Receivers and Managers were also appointed to the Australian company, Eurotech Audio Pty Limited on 11 June 2009, those Receivers being Ross Blakeley and Quentin Olde of Taylor Woodings, a Melbourne based insolvency firm.

The appointment arose under the powers contained in a General Security Agreement dated the 28th February 2008 which consists of all personal property in which it has rights, whether now or in the future.

We set out below our third report on the state of the affairs of the above named company as required by section 24 of the Receivership Act 1993.

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Conduct of the receivership

The company was set up as a parent company; accordingly, was not trading in the normal sense and had no employees. The New Zealand business has ceased to trade during this reporting period. The Australian company had ceased trading prior to receivership. The Receivers have disposed of stock and collection of debtors is almost complete. As this company is a holding company only there are no debtors, stock or other assets to realise.

Amounts owing to the general security agreement holder

At the date of the Receivers appointment the amount owing was \$1,555,466.70. This arose from an interlocking company guarantee dated 28th February 2008, between this company, Eurotech Audio Limited and Eurotech Audio Pty Limited.

RHB Chartered Accountants Limited

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Other secured creditors

Two other secured creditors are recorded on the Personal Property Securities Register being HM & GJ Hart and Finance Direct. The Receivers have written to both these parties seeking confirmation of any debt due but no response has yet been received.

Preferential creditors

Nil owing.

Unsecured creditors

Due to the extent of the secured creditor claims there are unlikely to be any funds available for returning to the company, or a liquidator at the conclusion of the Receivership for distribution to unsecured creditors; however records indicate the total amount due to unsecured creditors to date is nil.

Receipts & Payments

There have been no receipts or payments to date.

Information provided by the company

The director of the company has co-operated in making available the information required by the receivers to complete this report.



Thomas Lee Rodewald
Joint Receiver and Manager



Kenneth Peter Brown
Joint Receiver and Manager