

## **Receivers' Second Report on the state of affairs of Forrest Realty Limited (In Receivership) 'the company' as at 16 April 2009.**

**Company Number: 1827473**

### **Introduction**

Thomas Lee Rodewald was appointed Joint Receiver & Manager together with Kenneth Peter Brown of the property of Forrest Realty Limited ("the Company") on the 16<sup>th</sup> day of October 2008 under the powers contained in a General Security Agreement ("GSA") dated the 3<sup>rd</sup> day of February 2007. The Receivers and Managers have been appointed in respect of all the company's present and after acquired property and all the personal property in which it has rights, whether now or in the future.

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

### **Sale of the rent roll**

As previously mentioned, the settlement of the Rent Roll was completed on 21<sup>st</sup> October 2008.

### **Rental Trust Account**

The Receivers have during the course of the receivership, worked closely with the purchaser of the rental roll to ensure all obligations have been met. The responsibility for collection of unpaid rental income has been handled by McDowell Real Estate Ltd, who purchased the rent roll.

All amounts identified as owing to trades and suppliers who worked on the rental properties have paid.

### **Contractual Sales**

A sales contract for a number of properties in Murupara was identified by the Receiver at the time of the first report, has not settled. In talking to the vendor's solicitor the contract has lapsed and there is no possibility of it being re-instated.

Another contract was also identified by agents after the first report (the contract had originally lapsed and was subsequently re-instated). It is expected that this contract will settle in early June 2009, and commission can be paid to the selling agent.

### **Debtors**

Where debtors were identified in the Company's debtor's ledger each item was followed up and where appropriate the monies were collected, and where in dispute, the receiver took a commercial

decision as to the costs of any potential recovery, and where appropriate resolved not to pursue the debt.

There are no further outstanding transactions.

### **Receipts & Payments**

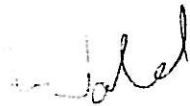
We attach as *Appendix I* a list of receipts and payments to 16<sup>th</sup> April 2009.

### **Information provided by the company**

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

### **Summary**

The receivers expect to cease acting by July, and a final report will be issued at that time.



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Thomas Lee Rodewald  
*Joint Receiver and Manager*



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Kenneth Peter Brown  
*Joint Receiver and Manager*

*Appendix 1*

**Forrest Realty Limited (In Receivership)**

Receipts and Payments from 16 October 2008 to 16 April 2009

**GST exclusive**

**Receipts**

Funds on hand pre receivership	55,141	
GST refunds	6,914	
Sale of Rent roll	232,000	
BMC Realty	2,810	
Interest	179	
	<hr/>	297,044

**Payments**

GST on expenses	5,620	
Commission on sale of assets	8	
GST paid	2,381	
RWT	55	
Legal fees	7,758	
PAYE paid	847	
Receivers fees	27,742	
Rent	44,583	
Rental Creditors	7,159	
Security	95	
Telephone	683	
Wages	3,509	
MREINZ	56	
Stationery	175	
Office expenses	762	
Settlement - K Cross	56,000	
GSA holder payment	136,650	
	<hr/>	294,083

**Net Funds**

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**\$ 2,961**

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**Represented By:**

National Bank - Trust Account	2,961
National Bank - Trust Call Account	0
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	<b>\$ 2,961</b> <hr/>