

Fresca Garden Style Limited (In Liquidation)

Liquidators' Second Report

27 January 2010

1. Introduction

Fresca Garden Style Limited ("the company") was placed into liquidation by special resolution of the shareholders on the 27th day of July 2009 at 11.49am. Kenneth Peter Brown and Thomas Lee Rodewald, Chartered Accountants of Tauranga were appointed as Joint and Several Liquidators of the company.

We set out below our six monthly report on the state of affairs of the above named company as required by section 255 (2)(d) of the Companies Act 1993.

2. Company Information

Date of Incorporation:	19 August 1999
Trading Address:	78 Alison Street, Hamilton
Type of business:	Garden Centre
Date trading ceased:	Still trading at date of liquidation but ceased 01 September 2009
Shareholders:	Richard John Younger and Brenda Jane Abercrombie
Directors:	Richard John Younger

3. Conduct of the Liquidation

The Liquidators were unable to sell the business as a going concern and as previously advised decided to trade the business for a limited time, selling all the stock and assets for the best price available with the balance sold at auction on the 5 September 2009.

In addition the Liquidators have conducted an investigation of the financial information and are looking at related party transactions, potential shareholder current accounts and transactions that may be potentially voidable. We have identified some transactions that require further explanation and we are currently seeking further details from the parties involved. Any further action will be dictated by the outcome of these investigations and we are unable to comment on any potential recoveries that may be available at this time.

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4. 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. Further reports will be issued six monthly and a final report at the conclusion of the liquidation.

5. Receipts and Payments to 27th January 2010

We attach as *Appendix 1* a summary receipts and payments.

6. Further Information

If you require any further information or if you have any information that will be of assistance to the Liquidators please contact Grant Wills or Stephen Wheeler at our Tauranga office.



Kenneth Peter Brown
Joint Liquidator

Appendix 1

Fresca Garden Style Limited (In Liquidation)

Receipts and Payments from 27 July 2009 to 27 January 2010

GST exclusive

Receipts

GST on income	19,274.90	
Funds on hand pre liquidation	499.58	
GST refunds	2,854.02	
Debtors	62.22	
Interest Received	124.95	
Sale of assets	29,068.44	
Sale of business	55,000.00	
Sale of stock	828.38	
Daily Takings	68,800.57	
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		176,513.06

Payments

GST on expenses	9,640.48	
Eftpos	1,211.63	
Advertising	2,942.83	
Auction Expenses	7,048.09	
First Debenture holder payment	50,000.00	
Electricity	1,872.40	
GST paid	14,841.67	
RWT on Interest	39.10	
Insurance	284.60	
Liquidators fees	46,398.93	
PAYE paid	2,623.29	
Payroll	45.00	
Preferential payment - wages and holiday pay	4,878.41	
Rent	12,000.00	
Security	102.67	
Stock purchases	3,963.88	
Telephone	444.98	
Valuation	720.00	
Wages	15,208.64	
Bank fees	324.47	
Rubbish	88.88	
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		174,679.95

Net Funds

\$1,833.11