

Hair on Devonport Limited (In Liquidation)

Liquidators First Report

20 July 2007

1. Background

Hair on Devonport Limited (“the company”) was placed into liquidation by order of the High Court at Rotorua dated the 11th of June 2007, at 11.26am. Kenneth Peter Brown and Thomas Lee Rodewald, Chartered Accountants of Tauranga, were appointed as Joint and Several Liquidators of the company. We detail below the Liquidators first report, for the information of creditors of the company.

2. Disclaimer

This report is not intended for general circulation, nor is it to be reproduced or used for any purpose other than that outlined above without written permission in each specific instance. The Liquidators do not accept any responsibility or liability for any damage or loss occasioned to any party as a result of the circulation, publication, reproduction or use of this report. In particular the Liquidators take no responsibility for any misinformation contained therein that has been supplied by the company, its officers or any other person. The report is also based upon information available at this date, and the Liquidators therefore reserve the right to review, and if necessary, amend the report.

3. Company Information

Date of Incorporation:	22 July 2002
Trading Address:	Cameron Rd, Tauranga
Type of business:	Hair Salon
Date trading ceased:	June 2006
Shareholders:	John Miller Lorraine Miller
Directors:	John Miller

4. Events leading to appointment of Liquidators

The business was trading as a hair salon up until June 2006. The business was closed at that time as it had become unprofitable. The lease on the premises expired and the decision was made to cease trading.

5. Statement of Affairs

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

We have been advised there were no assets remaining at the time of liquidation, these had been sold. They were of minimal value.

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

6. Proposals for Conducting the Liquidation

The Liquidators will investigate the books and records of the company to ensure there were no potentially voidable transactions, and establish the shareholders current account situation.

Further we will look to establish if the directors have completed their statutory duties as required by the Companies Act 1993.

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. It is anticipated that the next report will be the final report, but if there is a delay for any reason the next report will be 6 months after appointment.

8. Creditors Meeting

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 small and the costs of holding a meeting would be out of proportion to any value arising.

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 Grant Wills on 07 571 6280.

Please complete and return the enclosed Unsecured Creditors Claim form by the 15th day of August 2007. If you believe that you are a secured creditor please contact this office and the appropriate forms will be sent to you.

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 Grant Wills at our Tauranga Office.

Thomas Lee Rodewald
Joint Liquidator

Statement of Affairs of
Hair on Devonport Limited (In Liquidation)
as at 11 June 2007

	<i>Estimated to realise</i>
	\$
Assets	Nil
Less Secured Claims	unknown
Less Preferential Claims	
IRD – GST/PAYE	19,453
Deficit before Unsecured Creditors	(19,453)
Less Unsecured Creditors	
Trade Creditors	12,112
Deficit (before costs of liquidation)	(31,565)

Disclaimer

This statement should be read in conjunction with the disclaimer on page one of the above Liquidators report and Rodewald Hart Brown Ltd 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.

Rodewald Hart Brown Limited