

DML RESOURCES LIMITED (IN LIQUIDATION)
LIQUIDATORS' TWELFTH REPORT TO CREDITORS

for the period from 7 May 2003 to 6 November 2003
(pursuant to section 255(2)(d) of the Companies Act 1993)

1. PROGRESS OF THE ADMINISTRATION OF THE LIQUIDATION

- 1.1 The liquidators are pleased to report to creditors on the progress made in the administration of the liquidation of DML Resources Limited (In Liquidation) ("DML") during the period 7 May 2003 to 6 November 2003.
- 1.2 As advised in previous reports, all assets of DML have been realised other than those relating to recoveries from current or future litigation actions.
- 1.3 The liquidators paid a five cent in the dollar interim distribution to admitted unsecured creditors in November 2001. The matter of future dividends is subject principally to litigation costs and outcome.

2. CLAIMS AGAINST DIRECTORS

- 2.1 The liquidators have reported previously on claims against former directors of the company. On 6 May 2003 the liquidators were advised that a firm fixture has been allocated and the case has been set down for hearing to commence on 9 February 2004. Attempts by the defendants to vacate that fixture have so far been resisted successfully by us.

3. CREDITORS' CLAIMS

As reported previously all creditor claims have been reviewed and have been either settled, accepted, rejected or withdrawn by the creditor. There has been no change since the eleventh report. Creditors claims total \$13.09 million.

4. FINANCIAL POSITION

The financial position of the liquidation has for the last six months been affected largely by the costs associated with the progressing of the claims against directors. These costs have been discussed with and accepted by the liquidation committee who have agreed that this detail and other information should not be given in this report, given the public nature of the information and the status of the current legal proceedings.

5. LIQUIDATION COMMITTEE

The liquidators wish to acknowledge the support and assistance of the liquidation committee. The liquidators record that since the last report the representative of BP Oil Limited, Mr Nick Gilbertson, has resigned from the committee.

6. COMPLETION

The completion of this liquidation is dependent on the conclusion of litigation.

Creditors are advised that this report and all previous reports are available on our website www.mvp.co.nz.

Any enquiries can be directed to the liquidators at this office.

Yours faithfully
for DML RESOURCES LIMITED
(IN LIQUIDATION)

GRAEME G McDONALD
LIQUIDATOR

JOHN L VAGUE
LIQUIDATOR

Dated this day of November 2003