

PARTNERS

John T Whittfield Dip.Ag. M Inst.D
Peri M Finnigan BBS, Dip.Business Studies, CA (PP)
Boris van Delden B.Com, CA (PP)

SENIOR ASSOCIATE

Victoria Toon B.Com, CA (PP)

DIRECTOR

Kevin W Bromwich NZ Dip.Bus

CONSULTANTS

John L Vague FCA ACIS AFNZIM
Dennis Wood MBA, Dip.Pol, Dip.Bus.Admin



MCDONALD VAGUE

Business Recovery & Insolvency Specialists

Level 5 DDB Building
80 Greys Ave
PO Box 6092
Wellesley St Post Office
Auckland 1010
New Zealand

Telephone 0-9-303 0506
Facsimile 0-9-303 0508
DX No. CP28006
insol@mvp.co.nz
www.mvp.co.nz

**EXFTX LIMITED
(IN RECEIVERSHIP & IN LIQUIDATION)
("Feltex")**

(This company was called Feltex Carpets Limited until 1 December 2006)

LIQUIDATORS FOURTH REPORT

Pursuant to Section 255(2)(d)
of the Companies Act 1993

**For the Period from 13 December 2007
to 12 June 2008**

1. PROGRESS OF THE ADMINISTRATION OF THE LIQUIDATION

The liquidators report herewith on the progress made in the liquidation of EXFTX Limited (In Receivership & In Liquidation). **Attached** to this report is a copy of the Receivers' Statement of Realisations and Distributions to 21 March 2008.

This fourth report to creditors follows the third and earlier reports and should be read in conjunction with previous reports. This report is being sent to all shareholders and to all creditors who have filed a claim in the liquidation.

2. REALISATION OF COMPANY ASSETS

The Receivers sold all of the business and assets of Feltex to Godfrey Hirst. Settlement of the sale to Godfrey Hirst took place on 30 November 2006.

3. CREDITORS CLAIMS

3.1 Secured Creditors

The Feltex Group of companies were served with demands from Australia and New Zealand Banking Group Limited and ANZ National Bank Limited dated 20 September 2006, for A\$119.5 million. Interest and charges have continued to accrue since that date.

The receivers advise that in the period up to 21 March 2008 the following repayments have been made to the ANZ bank.

	A\$
By the New Zealand receivers	\$49.2 million
By the Australian receivers	\$56.3 million
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Total	A\$105.5 million
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The remaining balance due to the General Security Agreement holder as at 21 March 2008 (according to the receivers' reports) was A\$14 million, plus accrued interest.

3.2 Preferential Creditors

The receivers have paid all preferential claims:

3.3 Unsecured Creditors

As at the date of preparing this report 611 unsecured creditors claims have been received which total \$15,879,880 and 146 Shareholders claims have been received totalling \$6,287,619. The top 20 creditors represent \$6.45 million of the total claims.

Many employees have not lodged claims for the unsecured amounts that they may be entitled to.

3.4 Shareholders

Many Shareholders have lodged claims as unsecured creditors. Further detailed information has been sought from these shareholder claimants and no decisions have been made as yet to admit or reject such claims. A letter requesting further information is posted on our website www.mvp.co.nz.

Shareholder claimants should take notice that if they do not progress their claims they run a real risk that the claims will be rejected simply due to lack of information. We do not intend to leave the claims in abeyance indefinitely and due to the findings of the Securities Commission that the company did breach the Securities Markets Act, we feel obliged to advance these claims in particular.

4. INVESTIGATIONS AND LEGAL ISSUES

Receivers Issues

The receivers in New Zealand have advised they have only one outstanding litigation matter to attend to before retirement. This matter is subject to litigation proceedings commenced by a supplier and regards the interpretation of unpaid goods at the date of receivership. The decision has been held in the receivers' favour but is being appealed. The receiver intends to defend the appeal and expects the hearing to be late this year.

The only material outstanding matter in relation to the Australian subsidiaries is the Court proceeding being undertaken by the Voluntary Administrator of Allmere in relation to its Carpet Call share holding. The hearing of evidence concluded on Thursday, 29 November 2007. The court ruled in late April in favour of the Plaintiff (the Deed Administrator). The Defendant lodged a notice of appeal in mid May. The outcome of the appeal is not yet known. No moneys have been paid to ANZ. An amount of AUD \$10 million remains in escrow with the Australian Receivers' lawyers.

The receivers have successfully negotiated a full and final settlement with Accident Compensation Corporation and completed property lease termination issues. Once the receivers have concluded the final litigation matter, a final payment will be made to the GSA holder.

Liquidators Issues

The Liquidators are pleased to advise two significant events which assist in advancing recovery proceedings.

i) Securities Commission Report

A full account of this was given in our last report.

ii) ANZ Bank Documents

The banks have provided most of the documents sought by the liquidators and full argument in the Court was avoided. The ANZ is to provide the balance of some documents and a process is in place for the obtaining of further information.

The information disclosed to us has reinforced our views that there are meritorious claims against the directors.

Directors' Liability

We remain intent on pursuing the claims against directors and it is hoped that Counsel will shortly commence drafting the statement of claim.

We have though advised Joan Withers that we do not now intend to include her in any proceedings as she resigned before the happening of the key events and (in)actions with which we are most concerned. The one matter of concern that did occur during her tenure, we have determined does not merit, for numerous reasons, taking forward.

Other Recovery Actions

There are several potential voidable transactions with payments being made to creditors/suppliers to the Company in circumstances that appear to infringe s 292 of the Act. The liquidators have made demand on a number of preferential payments. The liquidators have settled the first of these claims.

5. FUNDS / LIKELY OUTCOME

The receivers have reported that there may be a shortfall out of the physical assets to the debentureholder. It therefore follows that any return to creditors and to shareholders will be through successful Court actions taken by the liquidators.

The liquidators received moneys from the Liquidation Surplus Account managed by the Ministry of Economic Development. These funds were used to progress proceedings in relation to a directors claim and the ANZ bank matter.

The liquidators have predominantly self funded their own actions to date.

6. MATTERS DELAYING COMPLETION OF THE LIQUIDATION

Pursuit of the recovery action, particularly the claims against directors, is expected to take some time. It has been difficult to make substantial progress on a claim without being adequately funded, and there are added complexities due to the shareholders positions. However, the preparatory work to that end is continuing. Significant information has been provided to funders and a decision is pending.

7. DISCLAIMER

The Liquidators do not accept any responsibility or liability for any errors, omissions or misinformation contained in this report. The liquidators do not accept responsibility or liability for any losses occasioned to any party as a result of the circulation, publication, reproduction, or use of this report.

8. WEBSITE www.mvp.co.nz

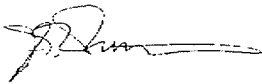
Creditors are advised that this report and all subsequent reports will be available on the liquidator's website. The liquidators will provide a regular bulletin updating creditors with current progress in actions taken. This bulletin will be lodged on the website to reduce costs. Please send us your email address if you would like further reports sent to you.

9. CONCLUSION

Based on the above the liquidators cannot yet estimate an expected date of completion.

Any queries can be directed to John Whittfield, Peri Finnigan or John Vague of these offices on 0-9-303 0506 or by visiting our website at www.mvp.co.nz.

Yours faithfully
for EXFTX LIMITED
(IN RECEIVERSHIP & IN LIQUIDATION)



JOHN T WHITTFIELD
LIQUIDATOR



JOHN L VAGUE
LIQUIDATOR



PERI M FINNIGAN
LIQUIDATOR

DATED this 11 day of July 2008

Number of Company: 828025

Name of Company: EXFTX LIMITED
(IN RECEIVERSHIP & IN LIQUIDATION)
(This company was called Feltex Carpets Limited until
1 December 2006)

Subject: RECEIVERS' STATEMENT OF REALISATIONS AND
DISTRIBUTIONS FOR PERIOD 22 SEPTEMBER 2007 TO
21 MARCH 2008

CASH HAS BEEN RECEIVED AS FOLLOWS:

NZ\$

Opening Cash as at 22 September 2007

974,703

Receipts

Interest Received	37,526
GST Refunds	76,554
Transfer from Receivers AU\$ Bank Account	-

TOTAL REALISATIONS

NZ\$114,080

CASH HAS BEEN PAID AS FOLLOWS:

Payments

Plant Overheads	4,676
Telephone, Fax and Communication Costs	-
Receivers Fees	27,328
Legal Fees	-
Net Refund Due to Godfrey Hirst	-
Accident Compensation Corporation – Levies	156,436

TOTAL DISTRIBUTIONS

NZ\$188,440

Total Realisations

114,080

Less Total Distributions

188,440

(74,360)

BALANCE AS AT 21 MARCH 2008

NZ \$ 900,343

Number of Company: 828025

Name of Company: EXFTX LIMITED
(IN RECEIVERSHIP & IN LIQUIDATION)
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1 December 2006)

Subject: RECEIVERS' STATEMENT OF DISTRIBUTIONS FOR
PERIOD 22 SEPTEMBER 2007 TO 21 MARCH 2008

CASH HAS BEEN PAID AS FOLLOWS:		AUS
Opening Cash as at 22 September 2007		\$517,629
Payments		
Repayment of General Security Agreement Holders	-	
Funds Transferred to Receivers NZ\$ Bank Account	-	
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Total Distributions		Nil
BALANCE AS AT 21 MARCH 2008		AU \$ 517,629