

Fit Properties Limited (In Liquidation)

Liquidators' Second Report

For the period from 17 December 2014 to 16 June 2015

1 INTRODUCTION AND APPOINTMENT

Tony Leonard Maginness and Peri Micaela Finnigan, Insolvency Practitioners of Auckland, were appointed jointly and severally as liquidators of Fit Properties Limited ("the company") by the sole shareholders on 17 December 2015.

Pursuant to Section 255(2)(d) of the Companies Act 1993 ("the Act"), the liquidators herewith report on the progress of the liquidation. This second report should be read in conjunction with the liquidators' previous report. This report is being sent to all shareholders and all creditors who have filed a claim in the liquidation.

No Statement of Realisations and Distributions is attached there having been no realisations or distributions to date.

2 RESTRICTIONS

Whilst all care and attention has been taken in compiling this report, we do not accept any liability whatsoever to any party as a result of the circulation, publication, reproduction or use of this report.

We reserve the right (but are under no obligation) to review and, if we consider necessary, revise this report in respect of any information existing at the date of this report which becomes known to us after that date.

3 CONDUCT OF THE LIQUIDATION DURING THE PRECEDING SIX MONTHS

Asset Realisations

As far as we are aware, the company had no assets available to realise at the date of liquidation.

The company had 28 leases under its name at the date of liquidation. The liquidators have disclaimed 6 leases to date and are in the process of arranging for the remaining leases to be assigned.

4 INVESTIGATIONS

The liquidators are continuing their investigations into the books, records and affairs of the company. At this stage there are no matters that have come to the knowledge of the liquidators that could eventuate in a benefit to creditors.

McDONALD VAGUE LIMITED

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5 CREDITORS' CLAIMS

5.1 *Unsecured Creditors*

As at the date of preparing this report two unsecured creditors claim forms have been received relating to property leases totalling \$94,461. In the interests of minimising liquidators' fees, the liquidators will not attend to the formality of accepting or rejecting creditors' claims until such time as we are in a position to pay a distribution.

6 FUNDS / LIKELY OUTCOME

At this stage the liquidator does not anticipate paying a distribution to unsecured creditors.

7 MATTERS DELAYING THE COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- Assignment of remaining leases
- Completion of investigations
- Completion of liquidation

8 ESTIMATED DATE OF COMPLETION

Based on the information contained in this report the liquidators presently propose to complete all outstanding matters with a view to retiring as liquidators within the next six months.

9 CONTACT DETAILS

Enquiries should be directed to Daniel Zhang on DDI (09) 306 3356 or by email to dzhang@mvp.co.nz.

The Liquidators can be contacted at:

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TONY L MAGINNESS
LIQUIDATOR

DATED this 16th day of July 2015