

**Gounden Investments Limited (In Liquidation)
(As Corporate Trustee for the Gounden Property Trust)**

**Liquidators' Fifth Report
For the period from 16 April 2014 to 15 October 2014**

1 INTRODUCTION AND APPOINTMENT

Peri Micaela Finnigan and Boris van Delden, Insolvency Practitioners of Auckland, were appointed jointly and severally as liquidators of Gounden Investments Limited ("the company") on 16 October 2012.

Pursuant to Section 255(2)(d) of the Companies Act 1993 ("the Act"), the liquidators herewith report on the progress of the liquidation. This fifth report should be read in conjunction with the liquidators' previous reports. This report is being sent to all shareholders and the Companies Office only.

No Statement of Realisations and Distributions is attached there having been no realisations or distributions in this liquidation.

2 RESTRICTIONS

This report has been prepared in accordance with section 255(2)(d) of the Act. 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

No funds have been recovered in this liquidation to date.

4 INVESTIGATIONS

The liquidators are continuing their investigations into the books, records and affairs of the company. The liquidators of LS Property Developments Limited (In Liquidation) ("LSPD") have served notices on the company pursuant to sections 292 and 293 of the Companies Act 1993, to set aside mortgage charges granted and payments made to the company by LSPD.

The liquidators are investigating the manner in which in the funds received by the company pursuant to the mortgages were used.

Note:

The liquidators appointed in respect of Gounden Investments Limited (In Liquidation) are Peri Micaela Finnigan and Boris van Delden, Insolvency Practitioners of McDonald Vague, Auckland. Boris van Delden is the liquidator responsible for this liquidation.

The liquidators appointed in respect of LS Property Developments Limited (In Liquidation) are Peri Micaela Finnigan and Roy Horrocks, Insolvency Practitioners of McDonald Vague, Auckland. Peri Micaela Finnigan is the liquidator responsible for this liquidation. Roy Horrocks resigned his position as liquidator on 5 April 2013 on the appointment of Tony Leonard Maginness as his successor.

5 CREDITORS' CLAIMS

At the date of this report no creditor claims have been received by the liquidators.

The Inland Revenue Department has conducted an audit of the company in relation to GST and Income Tax and has indicated that there will be a claim filed in due course. The debt has been calculated to be \$585,157, including \$91,390 in use of money interest charges.

There is a contingent liability to LS Property Developments Limited (In Liquidation) in respect of proceedings under Sections 292 and 293 of the Companies Act 1993. See details in the Investigations section above.

6 FUNDS / LIKELY OUTCOME

We are unable to advise whether or not funds will be available for creditors until the result of the investigation and the proceedings in relation to the mortgages are completed.

8 MATTERS DELAYING THE COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- Completion of the investigations
- Settling of the voidable charges and transactions proceedings

9 ESTIMATED DATE OF COMPLETION

Based on the above the liquidators are unable to estimate when the liquidation will be completed.

10 CONTACT DETAILS

Enquiries should be directed to Colin Sanderson on DDI (07) 838 0908 or by email to CSanderson@mvp.co.nz.

The Liquidators can be contacted at:

McDonald Vague Limited
Level 10, 52 Swanson Street
Auckland 1010

P O Box 6092
Wellesley Street
Auckland 1141



BORIS VAN DELDEN
LIQUIDATOR

DATED this 15th day of October 2014