

**THE MEDIA COUNSEL LIMITED
(IN LIQUIDATION)**

LIQUIDATORS FIFTH REPORT

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

**For the Period from 23 October 2011
to 22 April 2012**

1. PROGRESS OF THE ADMINISTRATION OF THE LIQUIDATION

The liquidators report herewith on the progress made in the liquidation of The Media Counsel Limited. Included in this report is the liquidators' Statement of Realisations and Distributions to 22 April 2012.

This fifth report to creditors follows the previous reports and should be read in conjunction with all 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

2.1 GST Refunds (to 31 December 2009)

The liquidators have concluded the process of assessing the true GST refund. We will be filing the GST return shortly. As the refund arose from pre liquidation activity we expect a portion of it will be set off by the IRD to meet the preferential portion of the IRD's claim in the liquidation.

2.2 Accounts Receivable (as at 31 December 2009)

The liquidators continue to deal with the issues surrounding ownership of debtors' funds, so the funds are held pending finalisation of this assessment.

2.3 Furniture and Fittings

The furniture and fittings have been realised. There is still some computer hardware to sell.

2.4 Litigation in Progress

We are assessing the cost benefit of a number of issues.

3. CREDITORS' CLAIMS

3.1 Secured Creditors

There are no secured creditors

3.2 Preferential Creditors

Total preferential claims for wages or salary, holiday pay and redundancy amount to \$236,069.

The Inland Revenue Department has advised that it has a preferential claim for \$44,883 in respect of PAYE and GST. To date no payment has been made in respect of this claim.

3.3 Unsecured Creditors

As at the date of preparing this report 97 unsecured creditors' claims have been received which total \$2,198,222. 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 they are in a position to pay a distribution, except where the assessment of creditors' claims will assist in advancing the liquidators investigations.

4. INVESTIGATIONS

The liquidators have completed their investigations into the books, records and affairs of the company. The liquidators have concluded that the reason for the company's failure lies solely with the director's action of removing funds from the company to fund her lifestyle.

The liquidators have provided a confidential report to one enforcement agency.

5. SHAREHOLDER'S CURRENT ACCOUNT

Glenda Wynyard was adjudicated bankrupt on 19 August 2010. The liquidators have filed an unsecured creditors' claim with the Official Assignee. The liquidators are also pursuing other avenues against trusts and other parties that benefited directly from the company.

6. WORK IN PROGRESS

The company also overstated the work in progress at the time of liquidation. No work in progress has been commenced or completed by the liquidator.

7. FUNDS / LIKELY OUTCOME

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

8. MATTERS DELAYING COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- Collect GST refund
- Finalise debtors collection
- Complete the various recovery actions.

9. CONCLUSION

Based on the above the liquidators presently propose to complete all outstanding matters with a view to retiring as liquidators as soon as practicable.

Any queries can be directed to Boris van Delden of these offices on DDI 0-9-306 3342 or by visiting our website at www.mvp.co.nz.

Yours faithfully
for THE MEDIA COUNSEL LIMITED
(IN LIQUIDATION)



IAIN McLENNAN
LIQUIDATOR

DATED this 8 day of May 2012

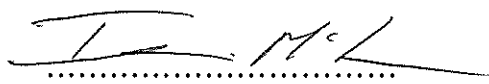
Number of Company: 1743976

Name of Company: THE MEDIA COUNSEL LIMITED (IN LIQUIDATION)

Subject: LIQUIDATORS STATEMENT OF REALISATIONS AND
DISTRIBUTIONS FOR THE PERIOD 23 OCTOBER 2010 TO
22 APRIL 2012

	Cash Received
CASH HAS BEEN RECEIVED AS FOLLOWS:	\$
Advance from McDonald Vague	90
Sale of Assets	2,548
Debtors (refer 2.2 above)	30,306
Interest	239
TOTAL REALISATIONS	<u>\$33,183</u>
 CASH HAS BEEN PAID AS FOLLOWS:	
Costs Charges & Expenses of Liquidation	
Liquidators' Fees	1,778
Repay MVP Advance	90
Bank Fees	103
RWT	79
Rubbish Removal	150
TOTAL DISTRIBUTIONS	<u>\$2,200</u>
 TOTAL REALISATIONS	 33,183
LESS TOTAL DISTRIBUTIONS	2,200
BALANCE HELD	<u>\$30,983</u>
 BALANCE REPRESENTED BY:	
ASB Bank Limited – Current Account	30,983
GST Suspense Account	0
TOTAL	<u>\$30,983</u>

Note: The above figures are GST exclusive


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IAIN McLENNAN
LIQUIDATOR

Dated this 18th day of May 2012