

A thick, solid red vertical bar runs down the left side of the page, starting from the top and ending just above the company name. It has a slight diagonal cut at the top.

**COMPASS HOMES (RODNEY) LIMITED
(IN LIQUIDATION)**

Company number: 5744568

**Liquidators' Second Report to Creditors and
Shareholders**

Reporting Period: 6 June 2019 to 6 December 2019

A thick, solid red vertical bar runs down the left side of the page, starting from the top and ending just above the company name. It has a slight diagonal cut at the top.

1. Introduction

Compass Homes (Rodney) Limited (In Liquidation) (“the Company”) was placed into liquidation by special resolution of the shareholders on the 6th day of June 2019 at 9:00am. Kenneth Peter Brown and Paul Thomas Manning, both Chartered Accountants and Accredited Insolvency Practitioners of Tauranga, were appointed as Joint and Several Liquidators of the company.

In accordance with section 255 (2)(d) of the Act we are obliged to report to all creditors and shareholders on the conduct of the liquidation during the preceding six month period.

This report should be read in conjunction with our previous report pursuant to section 255 (2)(c) of the Act.

2. Restrictions

This report is not intended for general circulation, nor is it to be reproduced or used for any purpose other than that outlined above without our written permission in each specific instance.

We do not assume any responsibility or liability for any losses occasioned to any party as a result of the circulation, publication, reproduction or use of this report contrary to the provisions of this paragraph.

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

3. Conduct of the liquidation within the reporting period

3.1 Asset Realisations

Debtors & Retentions

The Liquidators have worked through various issues around the completion of two properties. The retentions on one property have been disclaimed as they are not collectable. The other party is being worked with to enable the owners to obtain Code of Compliance and complete the remaining matters to enable collection of the retentions. A report into the work required has now been completed.

3.2 Schedule of Receipts and Payments

Attached as Appendix 1 is a schedule of receipts and payments to 6 December 2019.

3.3 Creditors Claims

Secured Creditors

The liquidators have contacted all secured creditors. Several have discharged their financing statements as nothing is owed.

Preferential Creditors

There are no preferential claims.

Unsecured Creditors

\$200,142 of unsecured claims have been received by the liquidator to date.

3.5 Other Matters

The Liquidators will continue efforts to sort out the issues regarding the completion of remedial work and release of retention funds.

4. Further proposals for completing the liquidation

The Liquidators propose to take the following further actions:

- continue to pursue retention balances due to the Company;
- distribute available funds (if any) to unsecured creditors;
- assessing other areas of potential recovery; and
- comply with our statutory obligations.

The Liquidators will consider further actions subsequent to additional information regarding the Company's affairs that comes to the Liquidators' attention. Further actions will be subject to the availability of funding and an assessment of the benefits of pursuing recoveries.

5. Estimated date of completion

It is not practical to estimate the date of the completion of the liquidation at this stage. Our subsequent reports to creditors and shareholders will, when appropriate, advise of an estimated completion date.

6. Contact information

If you require any further information, please direct enquiries to:

Denise Cooper
Phone: 07 571 6280
Email: denise.cooper@bdo.co.nz

BDO Tauranga Limited
PO Box 15660
TAURANGA 3144

Level 1
525 Cameron Road
TAURANGA 3110

Dated 9 December 2019



Kenneth Peter Brown
Joint and Several Liquidator

APPENDICES

Appendix 1 - Summary of Receipts & Payments

| Joint and Several Liquidators' Summary of Receipts and Payments | |
|------------------------------------------------------------------------|--------------------|
| 6 June 2019 to 6 December 2019 | |
| RECEIPTS | Total (NZD) |
| Income Tax Refund | 8.03 |
| Funds on hand pre liquidation | 1,375.92 |
| GST Paid/Refunded | 1,948.41 |
| | |
| | 3,332.36 |
| PAYMENTS | |
| Advertising | 371.02 |
| Contractor Expenses | 105.00 |
| Liquidators Fees | 1,635.67 |
| GST on Expenses | 391.31 |
| Printing & Stationery | 197.00 |
| Storage | 200.00 |
| Telephone | 100.00 |
| | |
| | 3,000.00 |
| Balances in Hand | 332.36 |
| | |
| | 3,332.36 |