

15 June 2009

Receivers' Final Report on the State of Affairs

EON DESIGN CENTRE (AUCKLAND) LIMITED (IN REC & LIQ)

**Pursuant to Section 23 of the
Receiverships Act 1993**

Company Number 1202423

INTRODUCTION

Kevin David Pitfield and Gareth Russel Hoole were appointed joint and several Receivers of all the assets and undertakings of Eon Design Centre (Auckland) Limited (In Receivership & Liquidation) ("the company") by Blackbird Finance Limited, on 25 November 2008 ("the date of the receivership") under the powers contained within a General Security Agreement dated 11 June 2007.

This report has been prepared by the Receivers in accordance with and for the purpose of Section 24 of the Receiverships Act 1993.

RESTRICTIONS AND DISCLAIMERS

The report is prepared for the sole purpose of reporting on the state of affairs with respect to the property in Receivership and the conduct of the Receivership.

In compiling this report the Receivers have relied on the accuracy of all relevant information provided by the management of the company. Whilst all care and attention has been taken in compiling this report, the Receivers, Staples Rodway Limited, its employees and its agents do not accept any liability whatsoever arising from this report, nor for any other reason.

This report is not intended for general circulation and all information contained in it is for the confidential use of the parties to whom it is provided in accordance with Sections 26 and 27 of the Receiverships Act 1993. This report is not to be disseminated or passed on to any other person without the Receivers' prior written authority or as may be required by law.

The Receivers reserve the right (but will be under no obligation) to review the contents of this report and, if considered necessary, to revise the report in light of any information which becomes known to the Receivers at a subsequent date.

EVENTS SINCE THE LAST REPORT

This report should be read in conjunction with the receivers first report dated 9 April 2009.

Since their appointment and first report the receivers have achieved the following:

1. Realised all fixed assets and inventory available at the outset of the engagement;
2. Honoured their obligations in terms of the 7th Schedule of the Companies Act 1993 with regard to creditors who enjoyed a preferential right to payment. In particular, this involved payment in full to the employees of the company for outstanding wages and holiday pay and a payment to the liquidators to satisfy any other preferential obligations;
3. Ensured compliance with regard to taxation obligations incurred during the receivership;
4. Paid rental to the owner of the property; and
5. Paid \$181,098 to the priority ranking secured creditor in partial settlement of their secured debt.

During the course of the receivership, the receivers have received and incurred the following income and expenses:

STATEMENT OF REALISATIONS AND DISTRIBUTIONS IN RESPECT OF THE RECEIVERSHIP

The following realisations have been made:

Inventory	100,085
Furniture	184,234
Fixtures and Fittings	88,889
Sundry Income – <i>Net Interest and Taxation</i>	
<i>Receipts on liquidators expenses</i>	5,039
	378,247

Less Distributions to:

Receivers’ Costs and Expenses		
<i>Receivers’ Fees</i>	51,129	
<i>Rental and Utilities</i>	30,180	
<i>Wages</i>	10,469	
<i>Sales Consultant</i>	9,600	
<i>Valuation</i>	3,000	
<i>Legal Fees</i>	5,295	
<i>Other Expenses</i>	2,306	
	(111,979)
		266,268

Preferential Creditors (directly and via liquidators)	84,360	
Secured Creditor – First Ranking GSA Holder	<u>181,908</u>	
		(266,268)
)
Receivership Funds Available for Distribution		<u><u>\$ NIL</u></u>

PARTICULARS OF ASSETS AND LIABILITIES

There is no remaining property available to the Receivers for disposal.

Control of the company will revert to the liquidators upon termination of the receivership.

Dated this 15th day of June 2009.



G R HOOLE
RECEIVER



K D PITFIELD
RECEIVER