

08 June 2007

**FIRST REPORT OF THE LIQUIDATORS
TO CREDITORS AND MEMBERS OF
HORTEX BIG TREES LIMITED (In Liquidation)**

INTRODUCTION

We advise that HORTEX BIG TREES LIMITED (In Liquidation) ("the company") was placed into liquidation on 29th May 2007 at 3.00pm by a special resolution of shareholders pursuant to Section 241(2)(a) of the Companies Act 1993 ("the Act"). Kevin David Pitfield and Gareth Russel Hoole were appointed joint and several liquidators of the company at that time.

RESTRICTIONS

This report is not intended for general circulation, nor is it to be reproduced or used for any purpose without the liquidators' written permission in each specific instance. The liquidators, Staples Rodway Limited, its employees and agents do not assume any responsibility or liability for any losses occasioned to any party for any reason including as a result of the circulation, publication, reproduction or use of this report contrary to the provisions of this paragraph.

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

BACKGROUND AND STATEMENT OF POSITION

Director and Shareholder

On the date of the appointment of the liquidators the records of the company reflected the following:

Shareholders: CG Roebuck, JH Rivers, GW Roebuck for Roebuck Family Trust and JH Rivers, CG Roebuck and PD Rivers for Rivers Family Trust

Directors: Jonathan Harold Rivers and Christopher Gardiner Roebuck

History

The company was incorporated as Hortex Big Trees Limited on 12th June 1996.

The principal business of the company was that of horticulture.

The company ceased trading in August 2006 and the shareholders decided that the company had served its useful purpose and should be wound up.

Statement of Position

Attached by way of Appendix 1 is the Statement of Position of the company as at 29th May 2007, as advised by the management of the company. The information contained in the attached statement of position was provided by the management of the company and, as yet, has not been investigated by the liquidators. It is possible that subsequent investigation could result in a revision of the information thus presented.

Securities and Charges

A search of the Personal Property Securities Register has revealed three registered security interests. However, the liquidators have been advised that all debts secured by those interests have been settled and the secured parties have been requested to remove those interests from the Register.

PROPOSALS FOR THE CONDUCT OF THE LIQUIDATION

Investigations into the existence and whereabouts of any assets not identified at the date of this report will be undertaken.

Subject to any creditor claims that may arise, the liquidators propose to wind up the company after the date for proving claims has passed, distributing the residual of the liquidation estate to the shareholders.

From the records made available to the liquidators the company was solvent at the date of appointment of the liquidators.

CREDITORS' MEETING

Pursuant to Section 245 of the Act, the liquidators have decided to dispense with a meeting of creditors. There were no known creditors at date of liquidation.

Pursuant to Section 314(1) of the Companies Act 1993, any creditor or shareholder of the company may require the liquidators to call a meeting of creditors or shareholders by giving written notice to the liquidators, within 10 days of receipt of this circular.

ESTIMATED DATE OF COMPLETION OF LIQUIDATION

Given the relatively simple procedural aspects to the liquidation of a solvent company with no known creditors, we tentatively estimate that this liquidation will be completed within three months.

Please note that any further reports prepared by the liquidators will not be mailed to the creditors and members of the company, but will be available on the New Zealand Companies Office website and Staples Rodway website.

Should you have any queries regarding the liquidation of the company please do not hesitate to contact the liquidators.



Kevin David Pitfield
LIQUIDATOR



Gareth Russel Hoole
LIQUIDATOR

APPENDIX 1

**HORTEX BIG TREES LIMITED (In Liquidation)
STATEMENT OF POSITION AS AT 29th MAY 2007**

Share Capital	100
Capital reserves	1,234,795
	<u>\$1,234,895</u>
Represented By:	
Cash	20,806
GST receivable	245
Shareholder advances	1,213,844
	<u>\$1,234,895</u>