

Receiver's Second Report

(pursuant to Section 24 of the Receiverships Act 1993)

On the State of Affairs of

Mareka Corporation Limited (In Receivership)

Introduction

Gerard Hulst was appointed Receiver and Manager of all the assets, property and undertakings of the above company on 6th September 2001.

The appointing debenture holder is : Maori Womens Development Incorporated.

The debenture was created on 16 May 2001 and is for a priority sum of \$1 million. Actual advances made by the debenture holder were \$448,000.

Property Disposed of to date

Stock

1,571 stock units of miscellaneous T-shirts with an estimated average receivership sale value of \$5.00 each (\$7,855) and 223 stock units of women's dress garments with an estimated average receivership sale value of \$15.00 each (3,345), making a total value of \$11,200 were handed to the debenture holder in part satisfaction of the debt.

Computer equipment

Computer equipment and software with an estimated realisable value of \$1,250 has been handed to the debenture holder in part satisfaction of the debt.

Shop fittings

All shop fittings and miscellaneous fixed assets were sold by auction.

Property still to be disposed of and proposals for disposition

With the exception of debtors, (refer comments below) there are no other assets to be realised.

Amounts owing to creditors having preferential claims.

No preferential claims have been received.

Amounts owing to unsecured creditors and the likelihood of payment.

No unsecured creditor claims have been received.

Any other matter that requires a heading

Assignment of Lease

Prior to the receivership the company had arranged to vacate their premises and assign the lease. A goodwill figure was negotiated from which the company had to pay rent arrears to secure the landlords consent. The net proceeds from the transaction have been received.

Debtors

Money was advanced to three suppliers for product. Each supplier has not met their quota of product, consequently there is a debt owing by suppliers back to Mareka or directly to MWDI.

A legal opinion is being obtained to determine the most cost-effective method of recovery.

Details of Receipts and Payments to date.

Receipts		Payments	
Assignment of Lease	4,561.04	Insurance	399.57
Sale of shop fittings	1,043.13	Telephone	47.78
		Balance of funds held	5,156.82
	<u>\$ 5,604.17</u>		<u>\$ 5,604.17</u>



Gerard Hulst
Receiver and Manager
6th June 2002