

COMPANY NO. 2056001

HAMILLS AUCKLAND LIMITED (IN LIQUIDATION)

(the "Company")

LIQUIDATORS' FIRST 6-MONTHLY REPORT ON THE CONDUCT OF THE LIQUIDATION

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

Reporting Period: From 28 February 2014 to 27 August 2014

1. Introduction

At 3:15pm on 28 February 2014 we, Mark Hector Norrie, Insolvency Practitioner of Auckland and Pamela Louise Jenkins, Insolvency Practitioner of Auckland were appointed liquidators of Hamills Auckland Limited (in liquidation) by a special resolution of the company's shareholders.

This report has been prepared in accordance with section 255(2)(d) of the Companies Act 1993 for the purposes of reporting on the conduct of the liquidation during the preceding 6 months and reporting of further proposals we have for completing the liquidation].

The statements and opinions expressed in this report have been made in good faith and are based on information available as at the date of this report. We have not conducted any form of audit in respect of the Company. In preparing this report we have relied on information made available to us. We have not independently verified, and express no opinion as to, the completeness, reliability or accuracy of that information. We reserve the right, but will be under no obligation, to review or amend our report if it subsequently comes to light that information we have relied upon is incomplete or inaccurate.

2. Report on the Conduct of the Liquidation During the Preceding 6 months

Assets

The Company's assets included the stock, goodwill and other assets of its trading operation trading under the franchise name Hamills and located at Cavendish Drive Manukau City Auckland. The company also owned franchise rights in other locations.

An evaluation of the assets concluded that a sale as a going concern would produce a better return for creditors than a discontinuance of trading and the fragmented sale of assets. A sale of the business as a going concern was completed on 31 March 2014. Details of the sale price and trading are commercially confidential and not disclosed.

Distributions

Secured creditors and employee unpaid wages have been paid. Costs associated with running the business and the protection and sale of assets have been paid. Refer to Appendix A for a Statement of Realisations and Distributions.

Accounts

The Company accounting records have been reconstructed and the time of insolvency established.

3. Further Proposals for Completing the Liquidation

Creditor Claims

Secured creditor claims totalling \$400,589.86 have been received.

Five preferential creditor claims totalling \$49,344.70 have been received.

Unsecured creditor claims received total \$278,917.72.

Claims have also been received in respect to goods sold on consignment and layby.

All secured creditors have been settled in full and subject to the outcome of and the costs incurred in the recovery of antecedent transactions the liquidators current opinion that preferential creditors will be paid in full and a distribution likely to be between 5 and 8 cents in the dollar will be available to unsecured creditors. The timing of any distribution to unsecured creditors has not been determined but realistically will be at least 12 months from the date of this report.

Investigations

The Liquidators are currently investigating the books records and affairs of the Company.

The Liquidators have identified a number of voidable preference transactions and are currently pursuing. Some creditors were paid in full when the Company was insolvent. It is expected litigation costs will be incurred.

A number of other investigations are underway including one prosecution. Transactions involving shareholders and ex-shareholders and/or associated parties are under investigation and/or proceedings.

Further Distributions

Preferential creditors will receive further distributions.

Unsecured creditor distributions will be reliant upon the outcome of voidable preference claims.

Creditors List

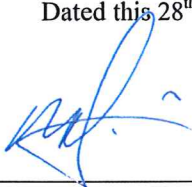
The Liquidators were unable to produce a list of creditors in their first report because the Company creditor records were not available in sufficient time and were discovered to be unreliable and omitted certain creditors. The list of known creditors is attached to this report. Refer to Appendix B for a list of known creditors.

If you believe that you are a creditor in the liquidation have been omitted from the list or you know of creditors who are not on the list then please contact the Liquidators

4. Estimated Date of Completion

It is not practical to estimate the time in which the liquidation will be completed.

Dated this 28th day of September 2014



Mark Hector Norrie
Liquidator

STATEMENT OF REALISATIONS AND DISTRIBUTIONS

Cash Received

Sale Business	Withheld
Sales	Withheld
IRD Refunds	Withheld
Interest	Withheld
Debtors and Voidable Preferences	Withheld
Total Realisations	<u>See Note 1</u>

Cash Paid Out

Staff Wages & Store Running Costs	33,368
Secured Creditors	280,052
IRD	1,684
Liquidation Costs	49,206
Professional Fees	37,016
Sundry	546
Advertising	560
Total Distributions	<u>402,432</u>

Note 1:

Disclosure of or information that could be used to calculate the sale price of the business and the sales made whilst trading in liquidation are withheld upon the grounds of confidentiality agreements and that the information would be advantageous to competitors of Hamills and the new owners business.

List of Known Creditors

2C Light	6 Rapaki Road, Hillsborough Christchurch 8022
AA Insurance	PO Box 92, Shortland Street Auckland 1140
Aber	PO Box 10095, Te Rapa Hamilton 3241
ACC	PO Box 5343, Wellesley Street Auckland 1141
Ace Leisure	6 Puriri Street, New Lynn Auckland 0600
ADH Manufacturing	Unit 5, 4 Manga Road, Silverdale Hibiscus
Coast	
ADT Security	Central Business Park Level1/666 Great South Road Auckland 1051
Advanced Achery	1 Peary Road, Balmoral Auckland 1024
AHM Group	8 Hautu Drive, Wiri Auckland 2104
A J Productions	10 Burleigh Place Hamilton 3210
Albany Insurance	PO Box 205, Albany Village 0632
A Line Distributors	8 Sheffield Place Onekawa Napier 4110
Allied Outdoors	11 Vega Place Sunset North 0632
Allsports Distribution	PO Box 1307 Taupo
Ampro Sales Ltd	PO Box 38013 Wellington Mail Centre Lower Hutt 5045
Andrew Shane McMillan	2/11 Queen Street, Papakura Auckland 2110
ASB Bank Ltd	PO Box 35, Shortland Street Auckland 1140
Auckland Council	Private Bag 92300, Auckland 1142
Auckland Distributors	80C Takanini School Road, Takanini
Auckland/Waikato Fish & Game Council	156 Brymer Road, RD 9 Hamilton 3289
Back Country Foods Ltd	150 Otepunu Avenue, Rockdale Invercargill 106
BCS Enterprises Ltd	PO Box 30631 Lower Hutt 5040
Beattie Matheson Ltd	PO Box 37579 Parnell 1151
Beretta New Zealand Ltd	PO Box 12009, Penrose Auckland 1642
Bernard George & Gail	1994 Manawahe Road, RD 4 Whakatane 3194
Elizabeth McDowell	
Betacraft NZ Ltd	PO Box 24 Pahiatua 4941
Blue Star Group (NZ) Ltd	PO Box 21258, Henderson Auckland 0650
Boc Gas	970/992 Great South Road, Penrose, Auckland
Body Corp	PO Box 28510, Remuera
Braden Renton Innes	8 Tadley Court, Manukau Auckland
Bridon	10 Greenmount Drive, East Tamaki, Auckland
Brittain Wynyard & Co Ltd	PO Box 1438 Auckland
Cameron Slater	3/10 Salford Crescent, Flat Bush Auckland
Comfort Socks	PO Box 1017, Levin 5540
Composite Developments	3 Piermark Drive,North Harbour 0632
Conaghans	47 Normanby Road, Mt Eden 1024
Contact Energy	PO Box 10742, The Terrace, Wellington 6143
C R Pain	PO Box 256, Auckland

David John Caird T/A
David Caird T/A Country Classics NZ
Direct Payment Solutions
Douglas Johnson & Co Ltd
Edge Imports
Erika Paula Sedin
Evolve Outdoors Group Ltd
Fairfax Media
Feather Merchants NZ Ltd
Frederick Colin Hardwick
Garmin Australia
G&W Imports Ltd
Goodbye Sandfly
Gordon & Gotch
Grid Wholesale Ltd
Gunworks Ltd

George Adam Herman
Hamills Retail Group Ltd
Hamills Rotorua
Hardy Rifle Engineering Ltd

Hays & Associates
Hitech Plastics
Hula NZ
Inland Revenue
Inspire.net
James Everett
John Vaughn
J.P.B Furley
J.S Langen Agencies Ltd
T/A Wholesale
Kilwell Sports
Kyle Robert
Pert Dew and Murray Wells as
Trustees Phillip Davis Family Trust
Link Consulting
Lewis Browne – Cole
Macalister Group
1060

Manic Tackle Project
Mark Douglas Geraghty
Murray Leather Ltd
Must Go Outdoors
Nacsan Products
NZ Ammunition Co Ltd
NZ Asia Trading 2007 Ltd
On Gas Ltd
Outdoor Brands Ltd
Outdoor sports Ltd T/A Hamills
Outdoor Outfitters Ltd

PO Box 128452, Remuera
PO Box 128452 Auckland 1541
98 Anzac Avenue, Auckland 1150
PO Box 65179, Mairangi Bay Auckland 0754
25 Quail Drive, Albany
PO Box 393 Whangamata 3643
PO Box 50203, Porirua Wellington 5240
Private Bag 4906, Christchurch 8140
13 Cameron Street Methven 7730
13 Shalimar Place, Clover Park Auckland 202
PO Box 684, Seven Hills, NSW Australia 1730
PO Box 101970, NS MC Auckland 0745
PO Box 941, Kerikeri Northland 0245
122 Kerrs Road, Wiri, Auckland 2104
PO Box 34596, Birkenhead Auckland 0626
469 Old West Coast Road Yaldhurst
Christchurch 7676

52 Awatapu Drive Whakatane 3120
437 Cameron Road Tauranga
1271 Fenton Street, Rotorua 3010
PO Box 4560, Manawatu Mail Centre
Palmerston North 4477
PO Box 188, Carterton
10 Clow Place, Deanwell 3206
38B Tawa Street, Mt Maunganui 3116
PO Box 33150, Takapuna Auckland
PO Box 4387, Palmerston North 4442
PO Box 33869, Takapuna ,Auckland
2 Lochy Street, Petone 5012
PO Box 25849, St Heliers, Auckland 1740
PO Box 40
Foxton 4814
490 Te Ngae Road, Owata, Rotorua 3010
2197 Walter Stevens Drive Auckland
PO Box 11053 Ellerslie Auckland

PO Box 12324, Penrose, Auckland 16421
29 Budgen street, Mt Roskill Auckland 1041
34 Vestey Drive, Mt Wellington, Auckland

PO Box 24077, Royal Oak, Auckland
98 Cargill Street, Papakura Auckland 2110
PO Box 80044, Greenbay Auckland 0643
15 Norman Hayward Place, Te Rapa, Hamilton
PO Box 1376 Taupo 3330
PO Box 40401 Upper Hutt 5140
PO Box 3793, Richmond Nelson 7050
Private Bag 99938 Newmarket Auckland 1149
PO Box 12640, Penrose Auckland
437 Cameron Road Tauranga
484 Cranford Street, Christchurch 8051

Polar Ice
Powerline Hardware
Proline Products
PSL
Pure Fishing New Zealand
Raymond Douglas LeCheminant
Riverlea Group Ltd
Robert A Conaghan (NZ) Ltd
Sportsway Distributors
Stealth Films
Steve's Wholesale Ltd
Stoney Creek Ltd
Stratagem Ventures Ltd
Sword Knives
Sweet Spot Group
Tecnodata Ltd
Tightlines
Thompson Walker Ltd
Toniq
Transpacific Waste Management
Trophy Hunt & Fish Ltd
Valley Publishing
Walker Wayland Auckland Ltd
Waltex
Beretta

PO Box 60274, Titirangi, Auckland 0642
PO Box 47265, Ponsonby 1144
PO Box 8590, Havlock North, Hastings
PO Box 27139 Marion Square, Wellington 6141
PO Box 305666, Triton Plaza Auckland 0575
45 Jericho Road, Pukekohe Auckland 2677
PO Box 1062, Hillcrest Hamilton 3251
PO Box 8573, Symonds Street Auckland 1150
PO Box 201169 Auckland Airport 2150
PO Box 2149, Queenstown 9349
PO Box 16146, Newton Wellington 6242
PO Box 13246, Greerton Tauranga 3141
PO Box 302192, North Harbour Auckland 0751
116 Smith Road, RD 2 Waiuku, Auckland
DX Box CX10359, Auckland
23a Clark Road, Papakura 2113
PO Box 304, Napier 4140
PO Box 51463, Pakuranga Auckland 2140
PO Box 8831, Riccarton Christchurch 8011
Private Bag 14919, Panmure Auckland 1741
27 Te Waaka Terrace, Kurata RD 1, Turangi
105 Settlement Road, Papakura
PO Box 2175 Auckland 1140
PO Box 34 Ashurst 4810
PO Box 12009 Penrose, Auckland 1642