

**LINCOLN TYRES & ALIGNMENT LIMITED
(IN LIQUIDATION)**

LIQUIDATORS SECOND REPORT

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

**For the Period from 7 July 2010
to 6 January 2011**

1. PROGRESS OF THE ADMINISTRATION OF THE LIQUIDATION

The liquidators report herewith on the progress made in the liquidation of Lincoln Tyres & Alignment Limited. Included in this report is the liquidators' Statement of Realisations and Distributions to 6 January 2011.

This second report to creditors follows the first report and should be read in conjunction with the first report. This report is being sent to all shareholders and to all creditors who have filed a claim in the liquidation.

2. REALISATION OF COMPANY ASSETS

2.1 Debtors

There are no known debtors.

2.2 Fixed Assets

The director is understood to have moved all assets to a new location. However, to date the liquidators have been unsuccessful in locating the director, Craig Barford.

3. CREDITORS' CLAIMS

3.1 Secured Creditors

No secured claims have been received by the liquidator.

3.2 Preferential Creditors

No preferential claims for wages or salary, holiday pay and redundancy have been received.

The Inland Revenue Department has advised that it has a preferential claim for \$11,434 in respect of PAYE and GST. To date no payment has been made in respect of this claim.

3.3 Unsecured Creditors

As at the date of preparing this report 13 unsecured creditors' claims have been received which total \$72,495. In the interests of minimising liquidators' fees, the liquidators will not attend to the formality of accepting or rejecting creditors' claims until such time as they are in a position to pay a distribution.

4. INVESTIGATIONS

The liquidators have not completed their investigations into the books, records and affairs of the company as there are currently no records available to review.

The former director of the company, Mr Barford, was adjudicated a bankrupt on 10 August 2010 and advice received from the Official Assignee is that Mr Barford did not provide his case manager with a statement of affairs. The Insolvency and Trustee Service has also been unable to contact Mr Barford. The property owned by Mr Barford and his wife has been sold and all telephone, facsimile and email address contacts have been disconnected. The Official Assignee has closed the estate file.

5. FUNDS / LIKELY OUTCOME

Attached is the liquidators statement of realisations and distributions showing that no funds have been received or distributed since the commencement of the liquidation.

There will be a shortfall on the amount due to the Inland Revenue Department. At this stage therefore the liquidator does not anticipate paying a distribution to unsecured creditors.

6. MATTERS DELAYING COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- Location of former director Craig Barford
- Recovery of company records
- Recovery of company assets

7. CONCLUSION

Based on the above the liquidators presently propose to complete all outstanding matters with a view to retiring as liquidators within the next one year.

Any queries can be directed to Kevin Bromwich of these offices on DDI 0-9-303 9514 or by visiting our website at www.mvp.co.nz.

Yours faithfully
for LINCOLN TYRES & ALIGNMENT LIMITED
(IN LIQUIDATION)



PERI M FINNIGAN
LIQUIDATOR

DATED this 18 day of January 2011

Number of Company: 2129790

Name of Company: LINCOLN TYRES & ALIGNMENT LIMITED (IN LIQUIDATION)

Subject: LIQUIDATOR'S STATEMENT OF REALISATIONS AND
DISTRIBUTIONS FOR THE PERIOD 7 JULY 2010 TO
6 JANUARY 2011

	Cash Received
CASH HAS BEEN RECEIVED AS FOLLOWS:	\$
There have been no assets realised	Nil
TOTAL REALISATIONS	<u>Nil</u>
CASH HAS BEEN PAID AS FOLLOWS:	
Costs Charges & Expenses of Liquidation	
Liquidators Fees and Disbursements	Nil
TOTAL DISTRIBUTIONS	<u>Nil</u>
TOTAL REALISATIONS	Nil
LESS TOTAL DISTRIBUTIONS	Nil
BALANCE HELD	<u>Nil</u>


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PERI M FINNIGAN
LIQUIDATOR

Dated this 18 day of January 2011