

**RECEIVERS' FIRST REPORT ON THE STATE OF AFFAIRS OF
SEDGEBROOK ESTATE LIMITED (IN RECEIVERSHIP)
"The Company"**

1. INTRODUCTION

Tony Leonard Maginness and Boris van Delden, Insolvency Practitioners of Auckland, were appointed jointly and severally as receivers and managers of all the assets, property and undertakings of the company on 7 December 2011. They were appointed under the powers contained within a General Security Agreement dated 18 April 2000 in favour of Rabobank New Zealand Limited. The address of the secured creditor is P O Box 38 396, Wellington Mail Centre, Lower Hutt 5045. The Receivers set out below their first report on the state of affairs of the above named company as required by section 23 of the Receiverships Act 1993.

2. EVENTS LEADING UP TO OUR APPOINTMENT

The appointment arose as a result of the company breaching its General Security Agreement with the secured lenders.

3. TRADING ON / CLOSURE OF BUSINESS

The receivers have decided to trade on the business with the intention of selling it as a going concern.

4. PROPERTY DISPOSED OF TO DATE

No property has been disposed of at the date of this report.

5. PROPOSALS FOR DISPOSAL OF RECEIVERSHIP PROPERTY

We have omitted certain details concerning our proposals for the disposal of receivership property as we believe that their inclusion would materially prejudice the exercise of our functions and in particular, our duty to obtain the best price reasonably obtainable for the sale of receivership property.

6. AMOUNTS OWING TO THE SECURED CREDITOR

At the date of our appointment the amount (including accrued interest) of \$3,954,962 was due to our appointer.

Lone Goat Vineyard Limited is a secured creditor holding a subordinated debt behind Rabobank New Zealand Limited in the amount of \$48,357.

There are a number of other parties claiming various forms of interest in the current wine stocks. We are seeking information in order to establish their actual claims and entitlements.

7. PREFERENTIAL CREDITORS

We have yet to receive any formal claims from the company's preferential creditors.

8. UNSECURED CREDITORS

From records held at the date of receivership the total amount due to unsecured creditors is \$34,657. It is unlikely that there will be a distribution to unsecured creditors.


9. PARTICULARS OF ASSETS AND LIABILITIES

As noted above, we have omitted certain details concerning our proposals for the disposal of receivership property as we believe that their inclusion would materially prejudice the exercise of our functions and in particular our duty to obtain the best price reasonably obtainable for the sale of receivership property.

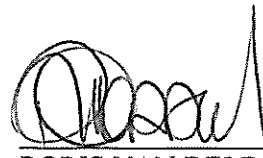
10. INFORMATION PROVIDED BY THE COMPANY

The directors of the company co-operated fully in making available the information required by the receiver to complete this report.

Enquiries to: Chris Eade
 Telephone: 0-9-306 3338
 Website: www.mvp.co.nz



 TONY L MAGINNESS
 RECEIVER



 for BORIS VAN DELDEN
 RECEIVER

DATED this 20 day of December 2011

**SEDGEBROOK ESTATE LIMITED (IN RECEIVERSHIP)
PARTICULARS OF THE ASSETS AND OF DEBTS AND LIABILITIES
AS AT THE DATE OF THE APPOINTMENT OF RECEIVERS
BEING 7 DECEMBER 2011**

	Estimated to Realise \$
ASSETS NOT SPECIFICALLY PLEDGED	
As noted in the first report, we have omitted certain details concerning our proposals for the disposal of receivership property as we believe that their inclusion would materially prejudice the exercise of our functions and in particular our duty to obtain the best price reasonably obtainable for the sale of receivership property.	\$Unknown
	\$Unknown
 LESS FIRST GENERAL SECURITY AGREEMENT HOLDER	
Rabobank New Zealand Limited	3,954,962
	\$3,954,962
 ESTIMATED DEFICIENCY AS REGARDS FIRST GENERAL SECURITY AGREEMENT HOLDER	
 LESS SECOND GENERAL SECURITY AGREEMENT HOLDER	
Lone Goat Vineyard Limited	48,357
	\$4,003,319
ESTIMATED DEFICIENCY AS REGARDS FIRST AND SECOND GENERAL SECURITY AGREEMENT HOLDERS	
 LESS UNSECURED CREDITORS	
Trade Creditors – as per records held	34,657
	\$4,037,976
ESTIMATED DEFICIENCY AS REGARDS GENERAL SECURITY AGREEMENT HOLDERS AND UNSECURED CREDITORS	

Notes:

1. There is no unpaid capital liable to be called up.
2. The above estimates are subject to the costs of the Receivership.
3. Assets held may be subject to Reservation of Title Claims.
4. The secured creditor's claims will continue to accrue interest until fully paid.

Disclaimer of Liability

The information contained in the Particulars of Assets and Liabilities has been supplied by the company. We have not verified the information supplied. The Particulars of Assets and Liabilities have been prepared for the purpose of the Receivership and we do not accept any responsibility on any ground whatsoever, including liability in negligence, to any other person.

SEDGEBROOK ESTATE LIMITED (IN RECEIVERSHIP)

APPENDIX I

**PARTICULARS OF THE DEBTS AND LIABILITIES TO BE SATISFIED
FROM THE PROPERTY IN RECEIVERSHIP
AS AT THE DATE OF THE APPOINTMENT OF RECEIVERS
BEING 7 DECEMBER 2011**

SECURED CREDITORS

FIRST SECURED CREDITOR

Rabobank New Zealand Limited
P O Box 38 396
Wellington Mail Centre
LOWER HUTT 5045

SECOND SECURED CREDITOR

Lone Goat Vineyard Limited
P O Box 120
ROLLESTON 7643

SEDGEBROOK ESTATE LIMITED (IN RECEIVERSHIP)

PARTICULARS OF ASSETS

**AS AT THE DATE OF THE APPOINTMENT OF RECEIVERS
BEING 7 DECEMBER 2011**

ASSETS

**Estimated
to Realise**

\$

As noted in the first report, we have omitted certain details concerning our proposals for the disposal of receivership property as we believe that their inclusion would materially prejudice the exercise of our functions and in particular our duty to obtain the best price reasonably obtainable for the sale of receivership property.

\$Unknown

\$Unknown

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SEDGEBROOK ESTATE LIMITED (IN RECEIVERSHIP)

PARTICULARS OF LIABILITIES

**AS AT THE DATE OF THE APPOINTMENT OF RECEIVERS
BEING 7 DECEMBER 2011**

FIRST SECURED CREDITOR

Rabobank New Zealand Limited	3,954,962
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SECOND SECURED CREDITOR

Lone Goat Vineyard Limited	48,357
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UNSECURED CREDITORS

Trade Creditors – As per records held	34,657
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TOTAL LIABILITIES

	<u>34,657</u>
	<u>\$4,037,976</u>

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