SOCIAL MEDIA CONSULTANTS LIMITED
(IN LIQUIDATION)

LIQUIDATOR’S SECOND REPORT
Pursuant to Section 255(2)(d)
of the Companies Act 1993

For the period from 25th March 2019
to 24th September 2019

1. **PROGRESS OF THE ADMINISTRATION OF THE LIQUIDATION**
The liquidator’s report is about the progress made in the liquidation of Social Media Consultants Limited. Included in this report is the liquidator’s Statement of Realisations and Distributions to 24th September 2019.

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. **Cash at Bank** *(Statement of Affairs $856)*
The liquidator received $856 for the closure of the company bank account.

2.2. **Debtors** *(Statement of Affairs $Unknown)*
At the date of this report, $344 had been received from debtors.

The liquidator has received incomplete and limited records making it difficult to verify the debtors and the amounts owed.

2.3. **Intangibles** *(Statement of Affairs $Unknown)*
The liquidator has entered into a sale and purchase agreement for the Blog and Domain Name. The agreement has certain confidential conditions which cannot be disclosed at this time.

Six days after the liquidator’s appointment, new domain names (whaleoil.org.nz, whaleoil.net.nz) were registered by individuals associated to the former director, Juana Atkins. They were Andrea Parkes and Regan Cunliffe. Someone who had the passwords to the hosting server and the UDAI codes to these domains, then absconded with the blog and moved it to a new server, to which the liquidator was not given access. They have retained all advertising revenue generated on these mirror domains.

A complaint has been lodged with the Domain Name Commission to gain ownership of these near-identical domains. There is no outcome to report as that process is currently underway.
3. CREDITORS' CLAIMS

3.1. Preferential Creditors
The liquidator has received a preferential claim for GST totalling $1,518 from the Inland Revenue Department.

The employees and the Inland Revenue Department have not received any dividend payments during this period.

3.2. Unsecured Creditors
As at the date of preparing this report, four unsecured creditors' claims have been received which total $633,132.

To date, the unsecured creditors have not received dividend payments. In the interests of minimising liquidator's fees the liquidator will not attend to the formality of accepting or rejecting creditors claims until such time as there are funds to pay a distribution.

4. INVESTIGATIONS
The liquidator is in the process of investigating the books, records and affairs of the company.

5. MATTERS DELAYING COMPLETION
- Realisation of assets
- Complete investigation into books, records and affairs of the company.

CONCLUSION
Based on the above outstanding matters, the liquidator expects to retire as liquidator within the next six months.

Enquiries to: Victoria Toon
Phone: (09) 302 0759

Yours faithfully
For SOCIAL MEDIA CONSULTANTS LIMITED
(IN LIQUIDATION)

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VICTORIA TOON
LIQUIDATOR

DATED this 10 day of October 2019
SOCIAL MEDIA CONSULTANTS LIMITED (IN LIQUIDATION)

STATEMENT OF REALISATIONS AND DISTRIBUTIONS
FOR PERIOD 25 MARCH 2019 TO 24 SEPTEMBER 2019

CASH HAS BEEN RECEIVED AS FOLLOWS

<table>
<thead>
<tr>
<th>Description</th>
<th>As per Statement Of Affairs</th>
<th>Cash Received</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash at Bank</td>
<td>$856</td>
<td>$856</td>
</tr>
<tr>
<td>Debtors</td>
<td>Unknown</td>
<td>$344</td>
</tr>
<tr>
<td>Sale of Business</td>
<td>Unknown</td>
<td>Withheld</td>
</tr>
<tr>
<td>Shareholder Advance - fees</td>
<td>Unkown</td>
<td>$2,000</td>
</tr>
<tr>
<td>Shareholder Advance – legal opinion</td>
<td>Unkown</td>
<td>$3,000</td>
</tr>
<tr>
<td>Advertising Revenue</td>
<td></td>
<td>$1,064</td>
</tr>
</tbody>
</table>

TOTAL REALISATIONS

Cash realisation Withheld

CASH HAS BEEN PAID AS FOLLOWS:

Expenses of Liquidation

- Liquidators Fees $4,356
- Disbursements $1,266
- Legal fees $2,988
- I.T. Expenses $828

TOTAL DISTRIBUTIONS

$9,438

TOTAL REALISATIONS LESS TOTAL DISTRIBUTIONS

Withheld

$9,438

BALANCE HELD

Withheld

Note: The above figures are GST exclusive

VICTORIA TOON
LIQUIDATOR

Dated this 10th day of October 2019