

**JASAL SERVICES PTY. LTD.**  
**(IN LIQUIDATION) ACN 117 155 450**  
**("the company")**

**LIQUIDATORS' REPORT**

I refer to previous correspondence regarding the liquidation and provide my report to 9 May 2017 pursuant to Section 508(1)(b)(ii) of the Corporations Act 2001 as follows:

**RECEIPTS & PAYMENTS**

The following is a summary of the Liquidators' receipts and payments for the period 10 May 2012 to 9 May 2017:

<b>Receipts</b>	<b>Note</b>	<b>Amount (\$)</b>
Cash at Bank		580
Director's Contribution		12,000
GST Refunds		3,395
Insolvent Trading Claim	1	58,500
Interest		452
<b>Total Receipts</b>		<u>74,927</u>
<b>Payments</b>		
Legal Fees and Disbursements		5,733
Liquidators' Disbursements		2,269
Liquidators' Remuneration		41,037
<b>Total Payments</b>		<u>49,039</u>
<b>Cash on Hand</b>		<u><u>\$25,888</u></u>

I make the following comments in relation to the above:

**Note 1 - Insolvent Trading Claim**

As previously advised, I accepted a proposal by the directors of the company to repay the insolvent trading claim in the amount of \$260,079 by way of monthly instalments of \$4,000. To date, an amount of \$58,500 has been realised in this regard.

As detailed in my previous report, the required payments were significantly in arrears. I entered into a further short term payment arrangement with the directors to bring the arrears up to date. The directors failed to make the required payments in respect of the arrears and the ongoing monthly payments.

Accordingly, I referred the matter to my lawyers to commence proceedings against the directors in relation to the insolvent trading claim. The directors have engaged lawyers to represent them in the proceedings. The first hearing of the matter was scheduled on 19 May 2017, however prior to the hearing consent orders were agreed to with the directors for the matter to be referred to a mediation, amongst other things. The mediation is required to be conducted by 31 July 2017, or as soon as practicable after the date.

If a settlement is not reached at the mediation the matter will be listed for a final hearing.

## OTHER MATTERS

### Dividend prospects

Following is a calculation of the expected distribution to creditors on the basis that the insolvent trading claim is recovered in full:

<u>Item</u>	<u>Note</u>	<u>(\$)</u>
Cash at bank		25,888
Insolvent trading claim		<u>201,579</u>
		227,467
Less:		
Estimated Liquidators' remuneration		27,500
Estimated Liquidators' disbursements		2,200
Estimated legal costs		<u>16,500</u>
		46,200
Funds available for distribution to creditors	1	<u><u>181,267</u></u>

I make the following comments in relation to the above:

### Note 1 – Funds available for distribution to creditors

Pursuant to Section 556(1)(e)(i) of the Act, amounts due in respect of unpaid wages and superannuation are afforded payment in priority to any distribution to other outstanding employee entitlements and ordinary unsecured creditors of the company.

The Australian Taxation Office have submitted a proof of debt in respect of an outstanding superannuation guarantee charge liability. My review of the proof of debt and supporting documents revealed that the Australian Taxation Office is a priority creditor in the amount of \$36,067.96.

On the basis that the full amount of the claim is recovered, a dividend of 100 cents in the dollar will be paid to the priority creditor and a dividend would be paid to unsecured creditors.

### REMAINING TASKS

Remaining tasks to attend to before finalisation include:

- (a) Attend to the recovery of insolvent trading claim;
- (b) Declare a priority dividend;
- (c) Declare a dividend to unsecured creditors; and
- (d) Convene a final meeting of creditors and members.

### ESTIMATED COMPLETION OF WINDING UP

The completion of the winding up is subject to the time it takes to recover the insolvent trading claim. As advised earlier in the report, the directors are currently making monthly payments in respect of the claim.

DATED this 26th day of May 2017.

  
DANIEL P JURATOWITCH  
Liquidator