

Ferrier
Hodgson



**Halifax New Zealand Limited
(Administrators Appointed) (the Company)
CN 2130897**

First creditors' meeting

7 December 2018



CHAIRMAN'S INTRODUCTION

Chairman's introduction

- Administrators: **Morgan Kelly, Stewart McCallum and Phil Quinlan**
- Appointed on **27 November 2018** over Halifax New Zealand Limited
(Administrators Appointed) (“**Halifax NZ**” or “**the Company**”)
- **Chapman Tripp** act as Administrators’ Lawyers
- First meeting of creditors has been called pursuant to **Section 239AN** of the
Companies Act 1993 (“**the Act**”)
- **Live webcast** where creditors can view and hear the creditors meeting remotely
- **Ferrier Hodgson** financial services experience

Chairman's introduction

Chairperson

- Pursuant to **Section 239AK(3)** of the Act Morgan Kelly to act as Chairman
- Opportunity to **ask questions** later

Chairman's introduction

General Housekeeping



MOBILE PHONES

Please turn off mobile phones during the meeting



MEDIA

Media are in attendance as observers and are unable to ask questions



YELLOW ATTENDANCE CARD

Only individuals holding a yellow card can ask questions



WEBCAST

Only creditors that have lodged a proof of debt or proxy can ask questions via webcast. Please include your User ID (if investor), full name and/or the person you are acting as proxy for.



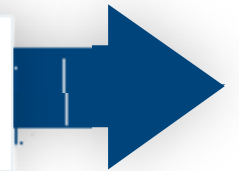
QUESTIONS

Questions will be asked at a later time on. Please clearly outline your name and details (including your User ID) prior to asking the question

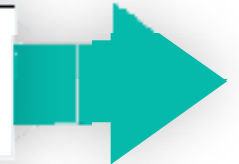
Chairman's introduction

Agenda

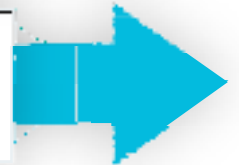
1 Procedural matters



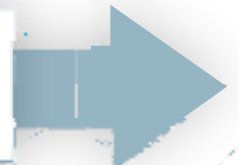
2 Voluntary Administration process



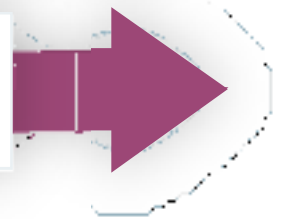
3 Company overview



4 Events leading to the appointment



5 Actions taken by the Administrators



Chairman's introduction

6 HIS First Creditors' meeting

7 Questions

8 Resolutions

9 Closure of meeting





1. PROCEDURAL MATTERS

1 Procedural matters

Formal items

- Present at the meeting
- Quorum
- Notice of meeting
- Convening the meeting
- Purpose of the meeting
- Tabling of documents

1 Procedural matters

Tabling of documents

- a. Consent to Act as Administrators dated 23 November 2018
- b. Written resolution of Halifax NZ board of directors pursuant to Section 238I of the Act dated 27 November 2018
- c. Notice of Appointment of Administrators to Halifax Investment Services Pty Ltd dated 23 November 2018
- d. Notice of Appointment of Administrators to Halifax NZ dated 28 November 2018
- e. Notice of Appointment of Administrators to Halifax NZ and Notice of First Meeting of Creditors published in the New Zealand Herald on 30 November 2018
- f. Administrators' interest statement
- g. Director's Report on Company Activities and Property

1 Procedural matters

Administrators' interest statement

- Tabled at this first creditors' meeting is an Administrators' interest statement
- No prior relationship with Halifax NZ, save that on 23 November 2018, pursuant to section 436A of the Australian Corporations Act 2001, the Administrators were appointed administrators Halifax Investment Services Pty Ltd (Administrators Appointed) (“HIS”)
- No conflict of interest

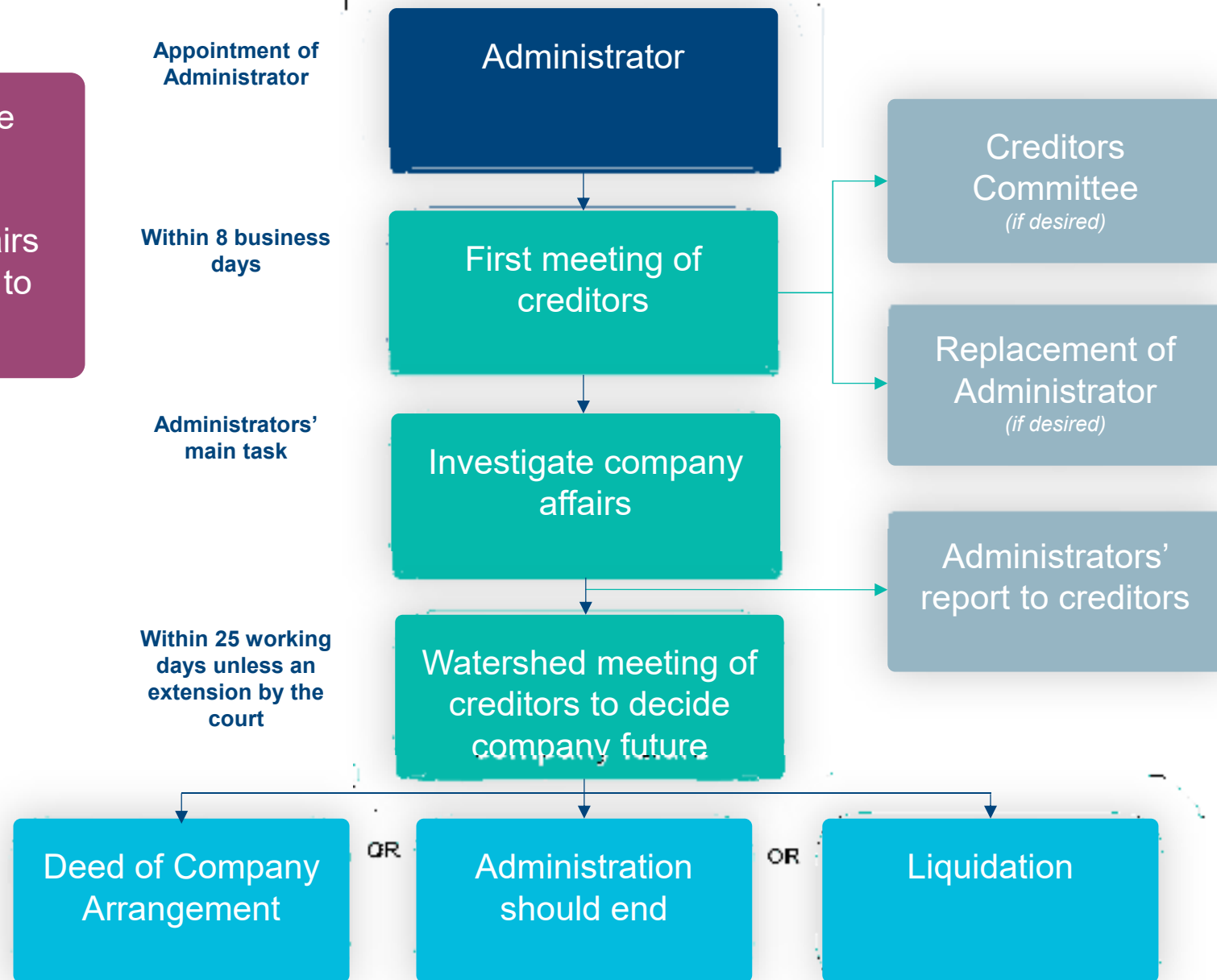


2. ADMINISTRATION PROCESS

2 Administration process

Our primary role

- Investigate Company affairs
- Return funds to investors

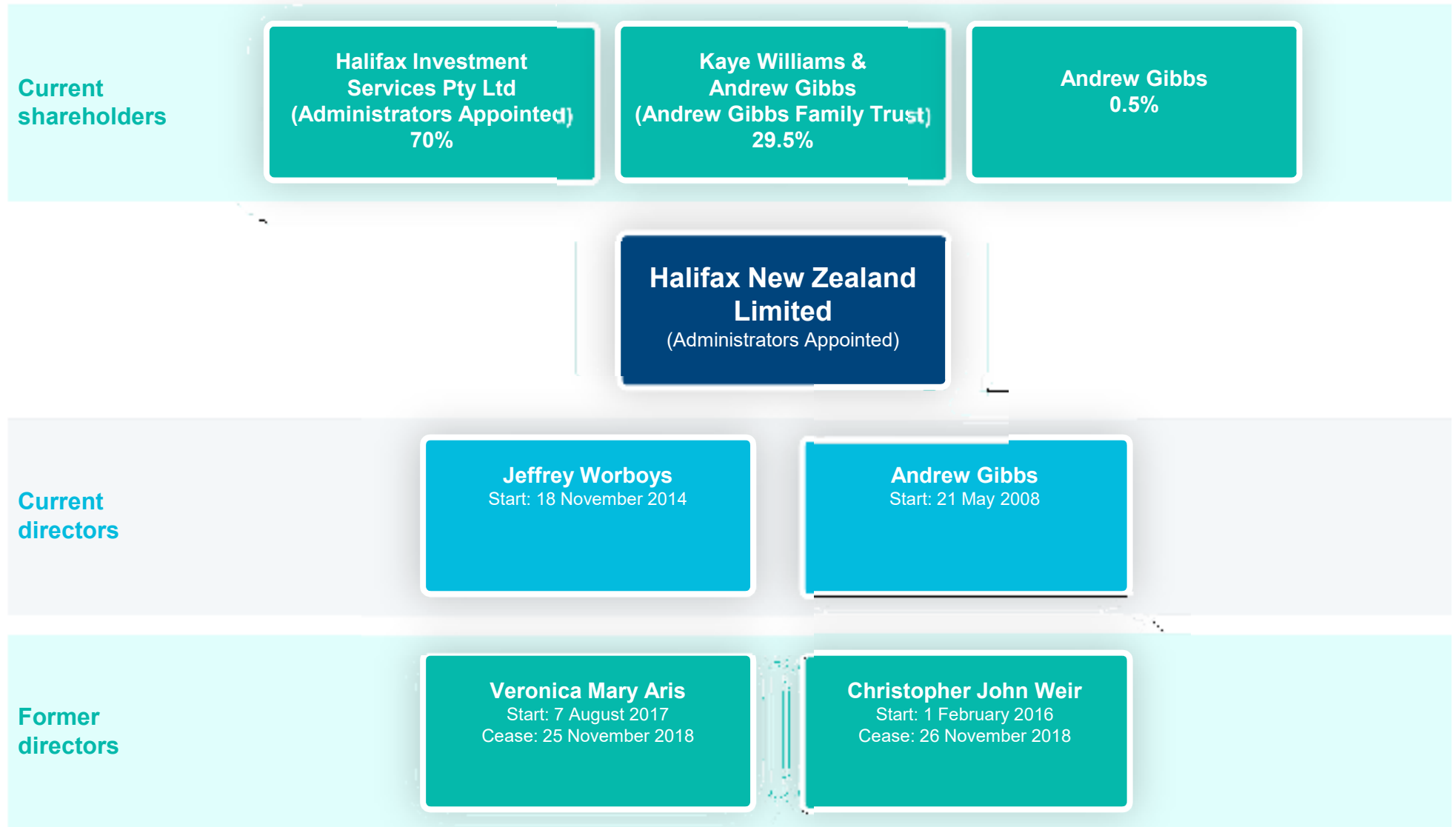


The December public holidays impact the Voluntary Administration timeline



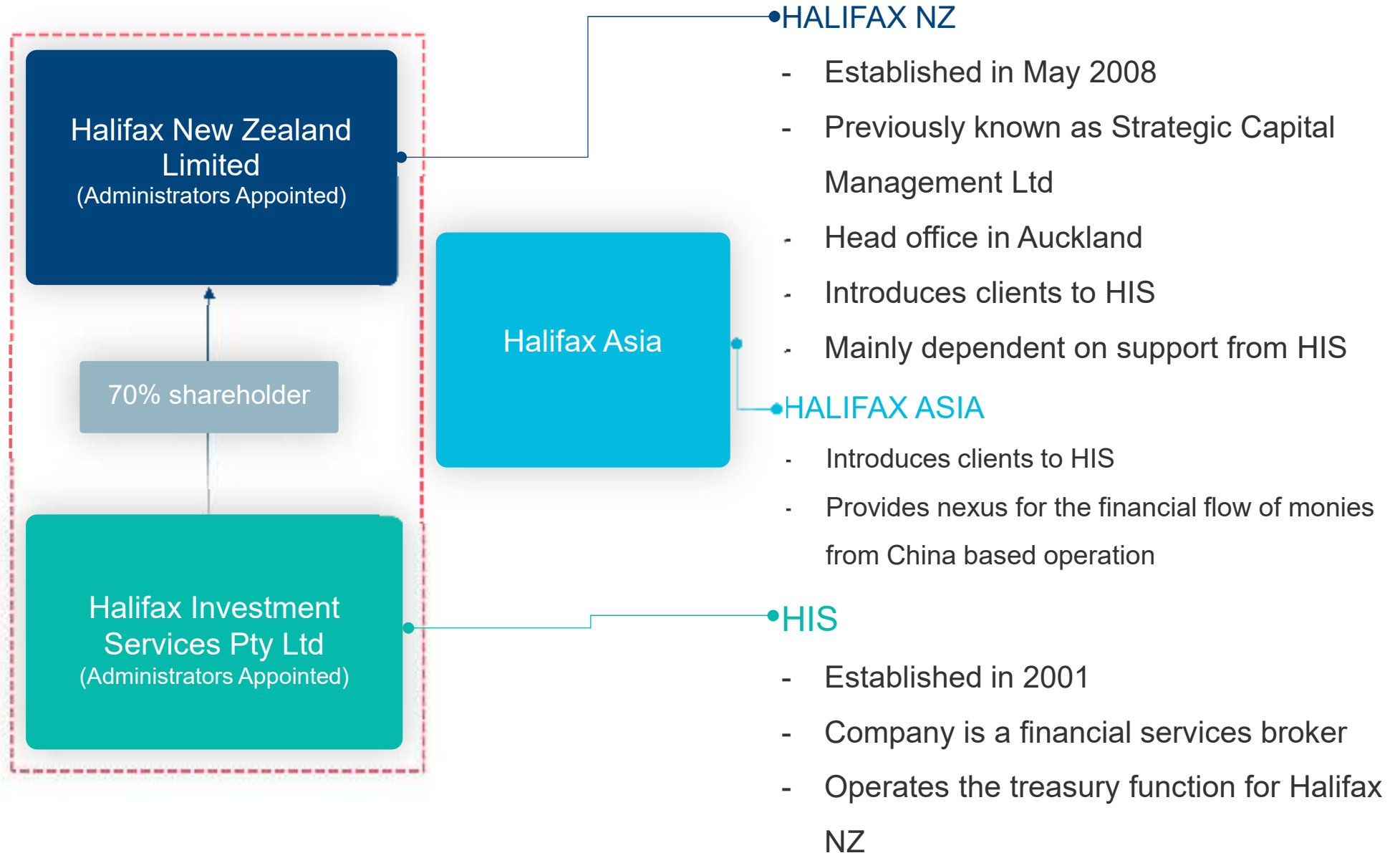
3. COMPANY OVERVIEW

3 Company overview

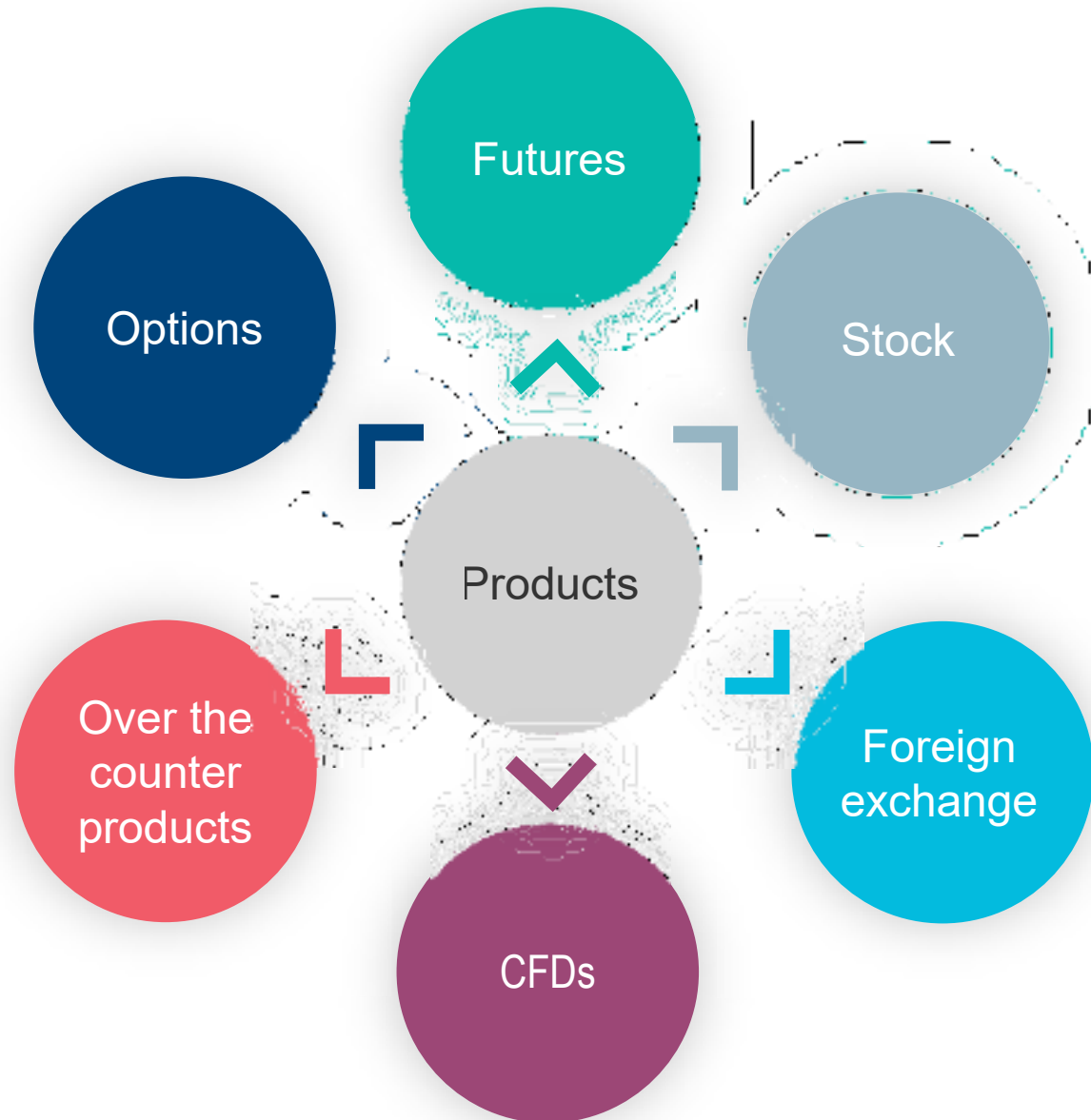


3 Company overview

Company structure



3 Company overview



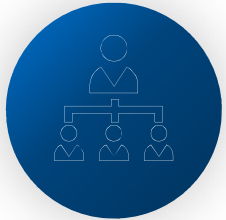
3 Company overview

Locations



3 Company overview

Employees



ON APPOINTMENT

There were 5 employees on appointment



DURING ADMINISTRATION

2 employees were terminated throughout the first week of the administration



CURRENT EMPLOYEES

Currently 3 located in the Auckland Office

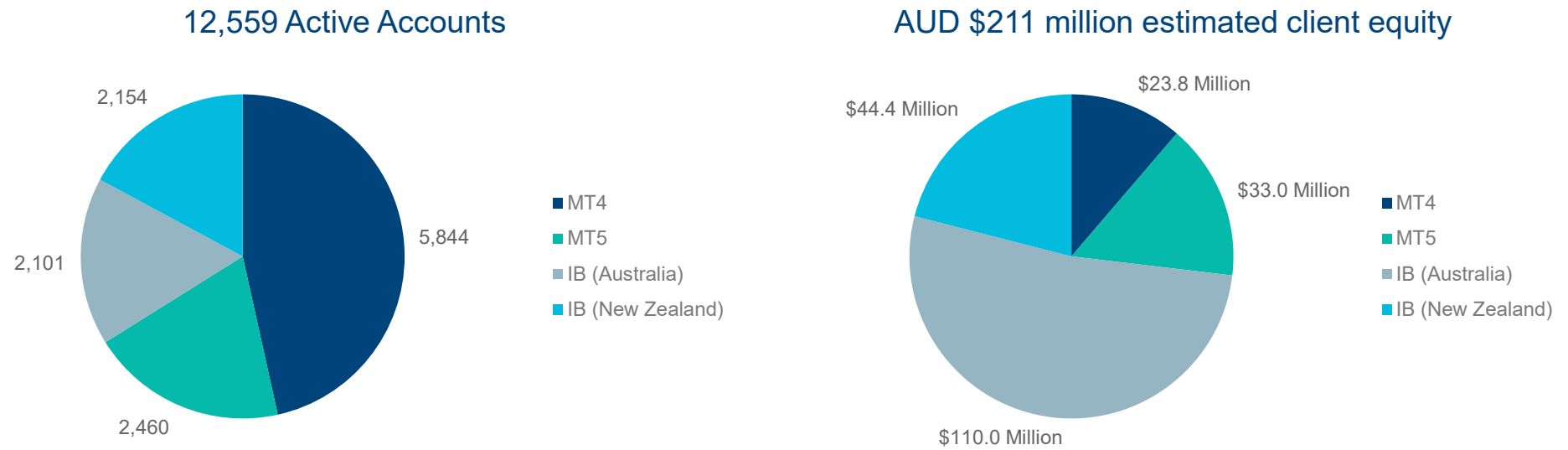
3 Company overview

The company operates three trading platforms



3 Company overview

Profile of investors (across Australia and New Zealand):



Disclaimer

- This information has been prepared from the Company's books and records and has not been verified in any detail by the Administrators.
- The Administrators do not provide any warranties or representations that the figures provided are accurate or complete and are continuing their investigations in this regard.



4. EVENTS LEADING UP TO OUR APPOINTMENT

4 Events leading up to our appointment

TIMELINE





5. ACTION TAKEN BY THE ADMINISTRATORS

5 Action taken by the Administrators

Action taken to date

- ✓ Froze bank accounts and secured assets immediately on appointment
- ✓ Suspended all trading (other than closing out positions) to minimise any further exposure to clients
- ✓ Forensically imaged all of the Company's computer records, laptops etc
- ✓ Interviewed the director and staff
- ✓ Met with FMA in New Zealand on a regular basis
- ✓ Issued preliminary notices to all unsecured creditors, investors, and landlords

5 Action taken by the Administrators

- ✓ Completed analysis of data from each trading platform to understand quantity and quantum of investor claims
- ✓ Commenced investigations
- ✓ Investor and creditor correspondence
- ✓ Restructured head office operations
- ✓ Set up 2 dedicated communication channel with clients and creditors
- ✓ Held first creditors meeting of Halifax Investment Services on 5 December 2018



6. HALIFAX INVESTMENT
SERVICES PTY LTD
(ADMINISTRATORS APPOINTED)
FIRST CREDITORS MEETING

6 HIS First Creditors Meeting

Resolutions

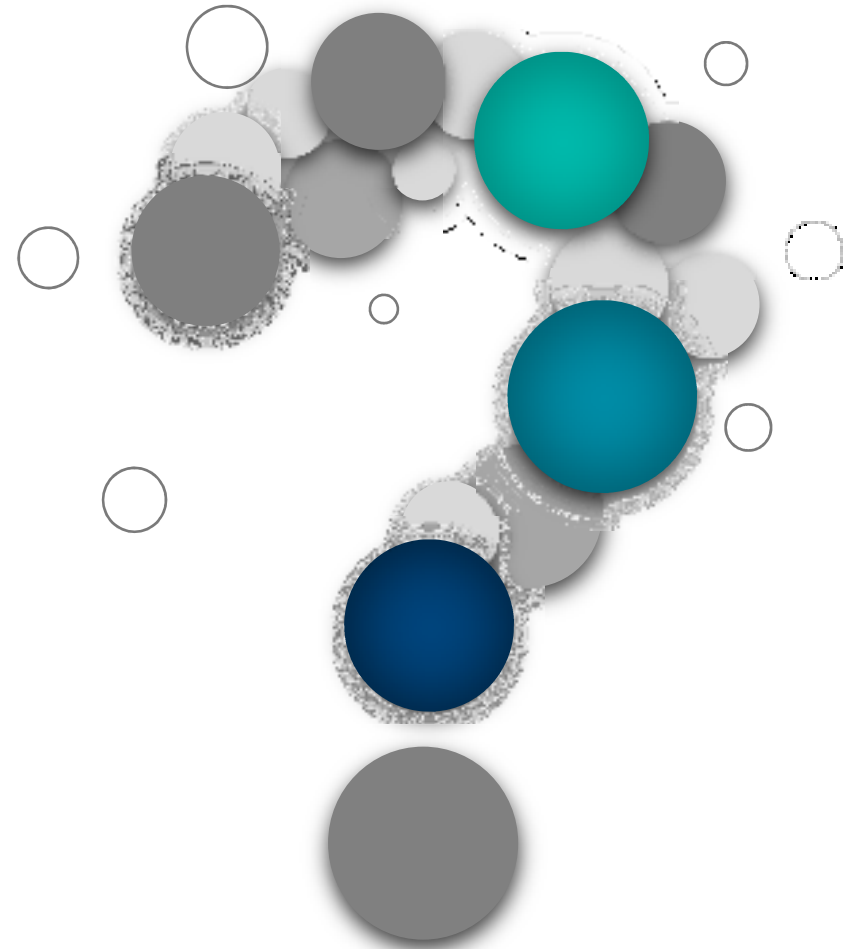
- a. Not to remove the Administrators from office
- b. To appoint a Committee of Inspection and its members



7. QUESTIONS

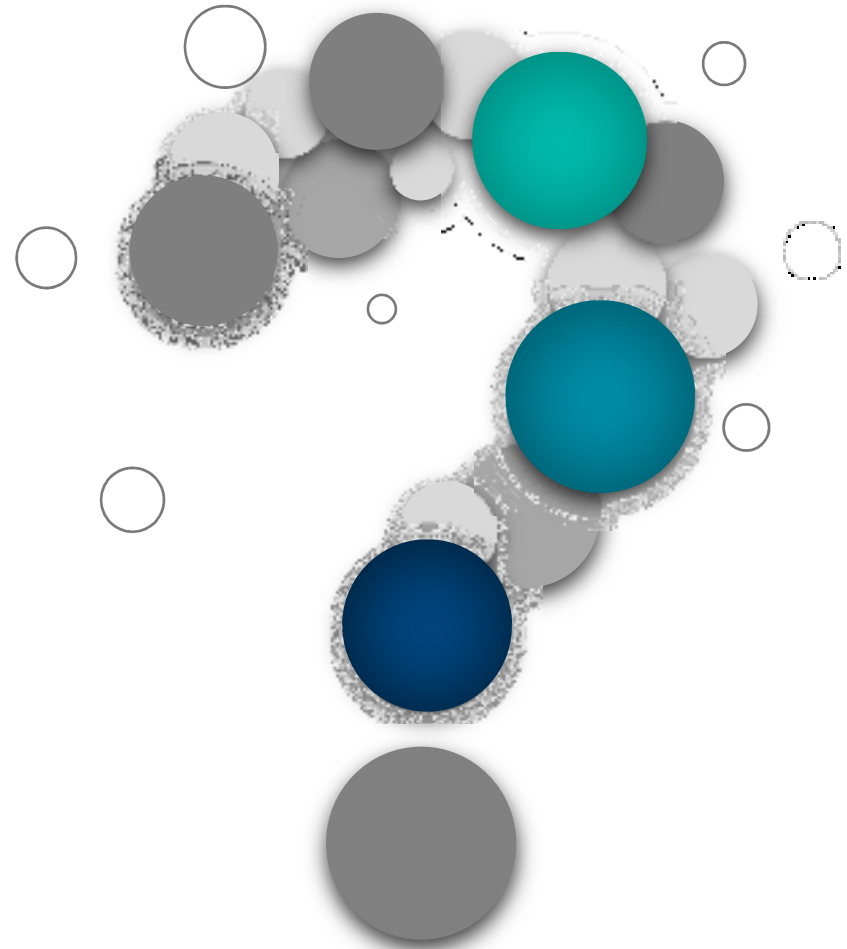
7 Questions

Frequently Asked Questions



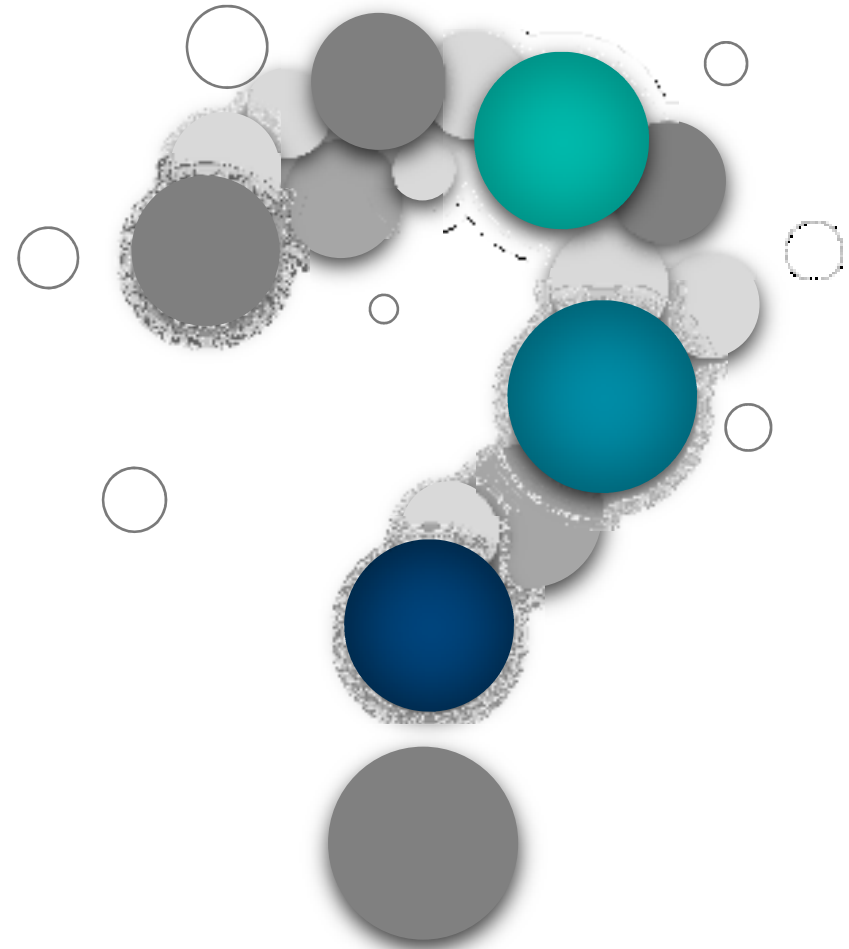
7 Questions

Questions from the floor



7 Questions

Questions via webcast





8. RESOLUTIONS

8 Resolutions

Appointment of Administrators

- Creditors to resolve pursuant to Section 239AN of the Act whether or not:
 - a. To appoint a creditors' committee and, if so, to appoint its members
 - b. Change the Administrator – only if the same resolution also appoints as administrator another person who is not disqualified; and the person named in the resolution as the new administrator has at the meeting tabled a written consent and an interests statement.

8 Resolutions

Creditors' Committee

- Creditors have the **right** to appoint a Creditors Committee
- The Creditors Committee is **voluntary** and are not paid
- Members of the Creditors' Committee must not act to promote their own cause, but rather **must act in the interest of the creditors as a whole**
- **Consult** with and receive reports from the Administrators
- Assist the Administrators as a **“sounding board”** for proposals



9. CLOSURE OF MEETING

9 Closure of meeting

- Final questions

- Next steps
 - Report to creditors

 - Extension of the convening period

 - Second (Watershed) creditors meeting

- Thank you for your attendance