



CHRIS HORTON
ASSOCIATES

**Memorandum to
Mechanical Warranty Policy Holders
Of
Link Warranties Limited (In Liquidation)
(‘the Company’)
15 April 2011**

Introduction

On 11th April 2011 at 3.50pm the shareholders of Link Warranties Limited placed the Company in liquidation, appointing the writer as liquidator.

This action was taken as a result of the directors’ inability to secure a replacement insurance underwriter following the appointment of liquidators to Western Pacific Insurance Limited (In Liquidation), the Company’s existing underwriter. In the absence of an insurance underwriter the Company was unable to meet its ongoing warranty obligations.

Accordingly the Liquidator gives notice that all Mechanical Warranty Policies issued by Link Warranties Limited (In Liquidation) are disclaimed pursuant to section 269 of the Companies Act 1993.

What Does This Mean for Policy Holders?

Regretfully, all mechanical warranty policies are now null and void as there are no funds to meet those costs.

What Do You Need To Do Now?

Attached to this Memorandum is a ‘Proof of Debt’ claim form. This is a legal document that you should carefully and accurately complete, and return to the address below. This will ensure that your claim is lodged and recorded with the liquidator. The amount of your claim will be as follows:

1. All approved claims where you have had to pay the repairer yourself in order to have your vehicle released to you by the repairer;
2. The cost of obtaining a replacement policy for the unexpired balance of your original Policy; and
3. Any other costs legitimately expensed as a direct result of the failure of the Company to meet its obligations to you under the Policy.

You will need to provide full details of all amounts claimed, including evidence of acceptance of a claim, invoices paid, replacement policy invoice and details together with any other documentation supporting other legitimate expenditure.

How Do I go About Getting a Replacement Policy?

The liquidator is currently in discussion with major insurance companies to see what is able to be done to assist you. It is anticipated that by 20th April we will be able to advise what the outcome of those discussions were. Further information will be available at that time on the liquidator's website at the following link:

www.chrishortonassociates.co.nz/documents

What Happens After I File my Claim?

All the claims are collated by the liquidator, and should funds become available for distribution amongst the creditors of the company, of which the Policy Holders are one category, then you will receive a pro-rata payment according to your admitted debt. This is the amount that the liquidator accepts as being owing to you. If it is different to the amount you have claimed you will be given an opportunity to explain why you believe the difference is due to you.

What Happens If My Car Breaks Down In Six Months? Can I Claim That?

No, all claims must be finalised and quantified by 18th May 2011.

Should I Be Seeking Legal Advice?

If you are unsure about any of the above, or have any concerns then you should talk to your solicitor.

A copy of the Liquidator's Initial Report is available at the following link:

www.chrishortonassociates.co.nz/reports, under Link Warranties Limited (In Liquidation).

A handwritten signature in blue ink, appearing to read 'Chris Horton', with a stylized flourish at the end.

Chris Horton
Liquidator