

Fraud Update February 2019

Criminal Matter

We have received further confirmation from the SFO as to the complaint. Having been given confirmation that they would investigate under part 1 of the Act, they will now take on further investigations under Part 2 of the Act.

"Part 2 of the SFO Act provides the SFO with more extensive and coercive powers to investigate matters where there are reasonable grounds to believe that an offence involving serious or complex fraud may have been committed. Once a Part 1 enquiry meets the criteria, the formal investigation is undertaken by an investigation team."

Civil Matter

Our application for summary judgement submitted late January is still with the courts and no further information is available at this time.

Company Specific

Springs Road Property Ltd – Having now made full payment for its outstanding Dividend Withholding Tax obligations to Inland Revenue the company will, as indicated in our update of December 2018, make a Dividend payment in May 2019.

Superstore Properties Ltd – Continues to comply with the IRD Tax Arrangement and should have cleared its Dividend Withholding Tax liabilities earlier than originally forecast and will commence dividend payments November 2019, as per the December 18 update, or earlier.

First NZ Properties Ltd – is continuing to make payments under its Tax Arrangement with IRD. The impact was greater in this company hence we continue to be less certain as to when it will be able to recommence dividend payments.

We have made a submission to Inland Revenue requesting remission of all Penalty & Interest costs associated with the late filing of all tax returns. We await their response.

Other Matters

We have made a submission to Inland Revenue requesting remission of all Penalty & Interest costs associated with the late filing of tax returns. We await their response.