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**PW Kitt Co Pty Ltd (In Liquidation)**  
**ACN 635 767 047**  
**(PWK)**  
**Update to Creditors**

I refer to the Statutory Report to Creditors dated 5 February 2021 in which you were advised of an update on the progress of the liquidation and the likelihood of a dividend being paid in the liquidation.

As set out in the Statutory Report, my investigations to date indicate the following:

- it appears Mr Larry John Dawson (i.e. PWK's sole director) breached the director duties, obligations and responsibilities imposed on him pursuant to sections 180 to 184 of the *Corporations Act 2001 (the Act)*;
- it appears Mr Dawson engaged in fraudulent conduct pursuant to section 590 of the Act;
- it appears Mr Dawson breached sections 286 and 364 of the Act in respect of maintaining books and records to correctly record and explain PWK's transactions and financial position and performance; and
- PWK's books and records were insufficient to establish insolvent trading and whether there are any voidable transactions (including unfair preference payments).

I have reported my detailed findings to the Australian Securities and Investments Commission (**ASIC**) pursuant to section 533(1) of the Act. ASIC responded to my report advising it is satisfied with my investigations and does not require further investigations into PWK's pre-appointment affairs.

On 8 April 2021, I lodged an Assetless Administration Fund (**AAF**) funding request with ASIC to enable further investigations to be conducted into PWK's pre-appointment affairs; in particular, regarding funds that were converted to cryptocurrency. I have not yet received a response from ASIC regarding my AAF funding request and will advise creditors of the outcome of my AAF funding request once received.

**Orphans Asia Pty Ltd (In Liquidation) (Orphans Asia) and SA Services & PW Pty Ltd (In Liquidation) (SASPW)**

On 30 March 2021, the Federal Court of Australia ordered that Anthony Connelly and I be appointed as Liquidators of Orphans Asia and SASPW.

Investigations to date indicate:

- Orphans Asia, PWK and SASPW are all likely to have operated together as I am aware of intercompany transactions between the three companies.
- Larry John Dawson (**Mr Dawson**) is the sole director of Orphans Asia and PWK.
- Craig Davis (**Mr Davis**) is the sole director of SASPW. ASIC records disclose SASPW's registered office and principal place of business, as well as Mr Davis' address, as being the same as Mr Dawson's address. Following our appointment, Mr Davis advised that Mr Dawson is a personal friend and the two of them have never had any business dealings.

My investigations into the pre-appointment affairs of PWK, Orphans Asia and SASPW remain ongoing.

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**ADVISORY  
RESTRUCTURING**



**Further information and queries**

For further information about this engagement, please refer to the website from <https://www.mcgrathnicol.com/creditors/pw-kitt-co-pty-ltd/>.

If you have any queries, please contact Georgia Wilson on (07) 3333 9818.

Dated: 5 May 2021

Michael Hill  
*Liquidator*