

# WRITTEN QUESTIONS

## 7th Assembly

02/04/1997

160. **Modular Medical Products Share Buyback Plan**

**Mr. BAILEY to MINISTER for ASIAN RELATIONS TRADE and INDUSTRY**

### QUESTION

Modular Medical Products Share Buyback Plan

Written Question 141 asked:

Why didn't the Modular Medical Products Share Buyback Plan, announced by the former Minister proceed and what actions were taken to try and recover these funds.

The answer provided was:

The directors of Modular Medical Products had committed all of their personal assets to support the company and were not able to meet the terms of the share buy-back plan. The Government negotiated a settlement with the directors of Modular Medical Products as a variation to the original buy-back agreement.

Question:

- (1) Did the first buy-back agreement state amounts and timelines for the arrangement to proceed.
- (2) What were the variations made to that agreement in respect of (a) amounts, (b) timelines and (c) other conditions (please specify).
- (3) When was it first known that the directors of Modular Medical Products would not be able to meet the terms of the buy-back..
- (4) When did the renegotiations commence and when was the agreement on the terms of settlement reached.
- (5) Did the terms of the settlement strengthen or weaken the security of the Territory Taxpayers' \$600,000 investment in this venture.
- (6) How much of the \$600,000 invested in Modular Medical Products was repaid.

(7) What are the details of the amount paid and date(s) of payment.

**ANSWER**

Answered on