



McDonald
Vague

business recovery partners

**Singh Enterprises Limited
(In Liquidation)
Trading Name: Avi's Cafe**

Liquidators' Second Report

For the period from 28 September 2019 to 27 March 2020

McDonald Vague Limited

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1 INTRODUCTION AND APPOINTMENT

Peri Micaela Finnigan and Iain McLennan, RITANZ Accredited Insolvency Practitioners, of Auckland, were appointed jointly and severally as liquidators of Singh Enterprises Limited ("the company") on 28 September 2019.

Pursuant to Section 255(2)(d) of the Companies Act 1993 ("the Act"), the liquidators herewith report on the progress of the liquidation. This second report should be read in conjunction with the liquidators' previous report. This report is being sent to all shareholders and all creditors who have filed a claim in the liquidation.

A Statement of Realisations and Distributions is **attached**.

2 RESTRICTIONS

Whilst all care and attention has been taken in compiling this report, we do not accept any liability whatsoever to any party as a result of the circulation, publication, reproduction or use of this report.

We reserve the right (but are under no obligation) to review and, if we consider necessary, revise this report in respect of any information existing at the date of this report which becomes known to us after that date.

3 CONDUCT OF THE LIQUIDATION DURING THE PRECEDING SIX MONTHS

Asset Realisations

3.1 Debtors

(Statement of Affairs: \$4,000)

All recoverable debts have been collected. The liquidators recovered debtors totalling \$2,694 plus GST.

3.1.1 Pre-Liquidation GST Refund

A pre-liquidation GST refund of \$4,628 has been received.

3.2 Stock

(Statement of Affairs: TBC)

Most of the usable stock on hand as at the date of liquidation was utilised to generate trading on income. Income of \$6,504 was generated during the trading on period.

3.3 Value of Business and Goodwill

(Statement of Affairs: TBC)

The liquidators were not prepared to risk trading on after inventory on hand was realised. The liquidators considered the cost/benefit of trading on. Future bookings and historic trading didn't support it being viable. The company director/shareholder volunteered to trade at his risk. That is being monitored to determine if any business value/goodwill exists.

4 INVESTIGATIONS

The liquidators' investigations into the affairs of the company are ongoing.

5 CREDITORS' CLAIMS

5.1 Secured Creditors

ASB Bank Limited holds a general security over the company. The liquidators understand that payments in reduction of the debt have been made by a relative of the guarantor since liquidation. Approximately \$5,000 remains outstanding.

5.2 Preferential Creditors

The liquidators have received two claims from former employees of the company, one of which is in dispute. The undisputed preferential claim of \$346 has been paid in full. No distribution has been made in respect of the disputed claim.

The Inland Revenue Department submitted a preferential claim of \$43. No distribution has been made in respect of this claim.

5.3 Unsecured Creditors

The liquidators understand that most of the company's trade creditors have been paid by related parties since the date of liquidation. The liquidators have not received any unsecured claims but are aware of one unpaid unsecured claim of \$132.

6 FUNDS / LIKELY OUTCOME

It is too early to determine whether there will be a shortfall on the amount owing to the secured creditor. Any distribution to unsecured creditors is dependent on there being a surplus of funds after paying the secured creditor in full.

7 MATTERS DELAYING THE COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- Resolving disputed employee claim
- Completing investigations into the value/affairs of the company

8 ESTIMATED DATE OF COMPLETION

Based on the information contained in this report, the liquidators presently propose to complete all outstanding matters with a view to retiring as liquidators within the next 12 months.

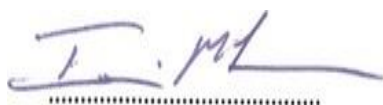
9 CONTACT DETAILS

Enquiries should be directed to Iain McLennan on DDI (09) 303 9512 or by email to imclennan@mvp.co.nz.

The Liquidators can be contacted at:

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IAIN McLENNAN
LIQUIDATOR

DATED this 30th day of April 2020

PMF/MCB/220
Singh Enterprises/Reports/4101 Second Report

Realisations and Distributions

Singh Enterprises Limited (In Liquidation) 28 September 2019 to 27 March 2020

Realisations	As Per Statement of Affairs \$	Cash Received \$
Shareholder contribution to liquidation fees and disbursements		1,323
Debtors	4,000	2,694
Pre liquidation GST Refund	-	4,628
Value of Business and Goodwill	TBC	Nil
Trading on Takings/Inventory realisation	TBC	6,504
Total Realisations	\$4,000	\$15,149
Payments		
Liquidators Fees		
Liquidators Fees		5,664
Disbursements		430
Total Liquidators Fees		\$6,094
Other Costs of Liquidation		
Insurance		1,004
Trading on Costs		200
Bank Fees		22
Total Costs of Liquidation		\$1,226
Distributions		
Preferential Wages and Holiday Pay		346
Total Distributions to Creditors		\$346
Total Payments		\$7,666
BALANCE HELD		\$7,483

Note: the above figures are GST exclusive