



The Insolvency & Business Recovery Specialists

Garry Raven Precut Limited (In Liquidation)

Liquidators' Second Report

For the period from 30 April 2013 to 29 October 2013

1 INTRODUCTION AND APPOINTMENT

Boris van Delden and Tony Leonard Maginness, Insolvency Practitioners of Auckland, were appointed jointly and severally as liquidators of Garry Raven Precut Limited ("the company") on 30 April 2013.

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' first 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

This report has been prepared in accordance with section 255(2)(d) of the Act. 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 Plant and Equipment

(Statement of Affairs: \$149,720)

The plant and equipment, vehicles and office equipment and furniture were all sold to Northern Frame & Prefab Limited for \$152,174 (excluding GST). All items were subject to a general security in favour of UDC Finance Limited and the proceeds were all paid to UDC Finance Limited.

3.2 Vehicles

(Statement of Affairs: \$27,000)

Refer to 3.1 above.

3.3 Office Equipment and Furniture

(Statement of Affairs: \$12,440)

Refer to 3.1 above.

3.4 Inventory (Statement of Affairs: \$6,941)

All stock held was sold to Northern Frame & Prefab Limited for \$13,043.

3.5 Debtors (Statement of Affairs: \$81,917)

Payments from debtors amounting to \$90,522 have been received. There are two small amounts still outstanding. It is unlikely there will be further recoveries from this source.

3.6 Bank Account Closure

The closing balance of the company's bank account of \$72,120 has been received.

4 INVESTIGATIONS

The liquidators are continuing their investigations into the books, records and affairs of the company. The trading relationship between the company and Red Stag Timber Limited (RST) and the funds taken by RST pursuant to their Purchase Money Security Interest (PMSI) is being closely examined.

5 CREDITORS' CLAIMS**5.1 Secured Creditors**

UDC Finance Limited was paid the sale proceeds from the plant and equipment, motor vehicles and office equipment and furniture amounting to \$152,174 pursuant to their General Security Agreement. They have advised the Liquidators that they will be filing a claim for the shortfall amount of \$112,468. Interest continues to accrue on this amount.

5.2 Preferential Creditors

Ten former employees have made preferential claims for wages, salary, or holiday pay totalling \$22,555.

The Inland Revenue Department has submitted a preferential claim for \$157,478.

No dividend has been paid to preferential creditors at the date of this report. Payment is being delayed until the investigations referred to above are completed.

5.3 Unsecured Creditors

As at the date of preparing this report 36 unsecured creditors claim forms have been received which total \$305,396. In the interests of minimising liquidators' fees, the liquidators will not attend to the formality of accepting or rejecting creditors' claims until such time as we are in a position to pay a distribution.

6 FUNDS / LIKELY OUTCOME

There will be a short fall on the amount due to the General Security Agreement holder. Therefore, at this stage the liquidator does not anticipate paying a distribution to unsecured creditors.

7 MATTERS DELAYING THE COMPLETION OF THE LIQUIDATION

The following matter is outstanding:

- Completion of the investigation of the company's records and affairs

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 Colin Sanderson on DDI (07) 838 0908 or by email to CSanderson@mvp.co.nz.

The Liquidators can be contacted at:

McDonald Vague
Level 10, 52 Swanson Street
Auckland 1010

P O Box 6092
Wellesley Street
Auckland 1141



BORIS VAN DELDEN
LIQUIDATOR

DATED this 31st day of October 2013

Realisations and Distributions

Garry Raven Precut Limited (In Liquidation) 30 April 2013 to 29 October 2013

Realisations	As Per Statement of Affairs \$	Cash Received \$
Bank Account Closure	-	72,120
Debtors	81,917	90,522
Pre liquidation/receivership GST Refund	-	20
Interest	-	1,444
Sale of Office Furniture , Equipment and Stock	19,381	13,043
Sale of Plant and Equipment and Vehicles	176,720	152,174
Total Realisations	\$278,018	\$329,323
Payments		
Liquidators Fees		
Liquidators Fees		36,777
Disbursements		527
Total Liquidators Fees		\$37,304
Other Costs of Liquidation		
Pre Appointment GST Payment		8,936
Bank Fees		28
Insurance Premiums		252
Residents Withholding Tax		408
Total Costs of Liquidation		\$9,624
Distributions		
Secured Creditor		152,174
Total Distributions to Unsecured Creditors		\$152,174
Total Payments		\$199,102
BALANCE HELD		\$130,221