



McDonald
Vague

business recovery partners

Speedline Properties Limited (In Liquidation)

Liquidators' Third Report For the period from 8 January 2018 to 8 July 2018

McDonald Vague Limited

Level 10, 52 Swanson Street,
Auckland Central

PO Box 6092, Wellesley Street,
Auckland 1141, New Zealand

p: 09 303 0506

f: 09 303 0508

e: insol@mvp.co.nz

www.mvp.co.nz

1 INTRODUCTION AND APPOINTMENT

Boris van Delden and Iain McLennan, Accredited Insolvency Practitioners, of Auckland, were appointed joint and several liquidators of Speedline Properties Limited ("the company") on 8 July 2017.

Pursuant to Section 255(2)(d) of the Companies Act 1993 ("the Act"), the liquidators are reporting on the progress of the liquidation. This third report should be read in conjunction with the liquidators' previous reports.

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 arising from 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 that exists as at the date of this report but that 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 - Book Value: \$353,055)

The company had no third party debtors as at the date of liquidation.

An intercompany debt of \$270,957 was owed to the company by Sharpline Homes Limited (in liquidation) ("Sharpline"). The company lodged an unsecured creditor's claim in the liquidation of Sharpline for this amount. The liquidators of Sharpline have retired and Sharpline was removed from the Companies Register on 27 March 2018. No distribution was made to the company as an unsecured creditor of Sharpline.

An intercompany debt of \$80,891 is owed to the company by Broadvision Earthwork & Construction Limited (in liquidation) ("Broadvision"). The liquidators have lodged a claim in Broadvision's liquidation for this amount.

3.2 Pre-Liquidation GST Refund

The liquidators have written off the company's irrecoverable debtors and have obtained a GST refund of \$47,047.

3.3 Interest

The liquidators have earned interest on funds held totalling \$38.

3.4 Vehicles

(Statement of Affairs - Book Value: \$47,672)

The company disposed of a number of its vehicles prior to its liquidation. All of the company's remaining vehicles were secured. The secured creditors are taking steps to locate and realise their secured assets. The secured assets realised to date have not resulted in a surplus. Any shortfall owing in relation to the vehicles, after realisation, will be an unsecured claim in the liquidation.

4 INVESTIGATIONS

The liquidators have investigated the books, records, and affairs of the company and have realised all known assets of the company.

The company's former director had significant exposure to the company's creditors arising from personal guarantees given. Settlement reached with these creditors has reduced the total amount owing to creditors since the date of liquidation. The liquidators do not consider that they have any claim in relation to this former director.

The liquidators' investigations did not identify any other actions that would likely lead to a recovery for creditors and note that the company's director is understood to currently be residing in China.

5 CREDITORS' CLAIMS

5.1 Secured Creditors

The liquidators have received four secured claims totalling \$58,324. Secured claims have been received from Bunnings Limited, UDC Finance, Heartland Bank, and Carters.

Brightcorp Investments Limited ("Brightcorp") has a security registered over the company's present and after acquired personal property. The liquidators wrote to Brightcorp requiring it to make an election in respect of its security within 20 working days. No election was made so Brightcorp's security (if any) has been taken as having been surrendered to the liquidators for the general benefit of creditors, in accordance with section 305(9) of the Companies Act 1993.

The liquidators have accepted the now first ranking general security holder's claim against the company. Since the end of the reporting off period, the liquidators have made a distribution to this creditor of \$6,904, being a distribution of 100 cents in the dollar.

5.2 *Preferential Creditors*

The Inland Revenue Department has submitted a preferential claim for \$30,578 for unpaid GST RWT, and PAYE.

The Commissioner has received a partial distribution of \$2,654 resulting from a set off of a pre-liquidation GST return filed after the commencement of the liquidation.

The liquidators have accepted the Commissioner's preferential claim filed in the liquidation and will be making a partial distribution to the Commissioner, once the pending GST refund has been paid to the liquidators.

5.3 *Unsecured Creditors*

As at the date of preparing this report, one unsecured creditor's claim totalling \$1,921 has been received. In addition, the IRD has a non-preferential claim of \$3,411. Any shortfall to unsecured creditors will also be unsecured claims in the liquidation.

In the interests of minimising liquidators' fees, the liquidators will not attend to the formality of accepting or rejecting unsecured creditors' claims unless we are in a position to pay a distribution.

7 FUNDS / LIKELY OUTCOME

Since the cut off date for this report, the liquidators have made a distribution to the first ranking general security holder of 100 cents in the dollar.

The liquidators anticipate making a partial distribution to the Commissioner in respect of her preferential claim.

The liquidators do not anticipate making a distribution to unsecured creditors.

8 MATTERS DELAYING THE COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- Finalisation of the claims in the liquidation of Broadvision
- Payment of remaining distributions to creditors
- Advertising end of liquidation and retiring of liquidators

9 ESTIMATED DATE OF COMPLETION

The liquidators will not be in a position to retire until the liquidators of Broadvision have made their final distributions (if any) or have confirmed that no distribution to unsecured creditors will be made.


10 CONTACT DETAILS

Enquiries should be directed to Marisa Brugeyroux on DDI (09) or by email to mbrugeyroux@mvp.co.nz.

The liquidators can be contacted at:

McDonald Vague Limited
Level 10, 52 Swanson Street
Auckland 1010

P O Box 6092
Wellesley Street
Auckland 1141



Iain McLennan
LIQUIDATOR

DATED this 19th day of July 2018

Realisations and Distributions

Speedline Properties Limited (In Liquidation) 8 July 2017 to 8 July 2018

8 July 2018

Realisations	
Funds from Shareholders	500
Pre-liquidation GST refund	47,047
Interest	38
	\$47,585
Total Realisations	\$47,585
 Payments	
Liquidators Fees	
Liquidators' fees	29,374
Disbursements	740
Total Liquidators Fees	\$30,114
Other Costs	
Resident Withholding Tax on Interest	8
Interest	91
Total Costs of Liquidation	\$99
Distributions	
IRD re Preferential GST and PAYE	2,654
Total Distributions	\$2,654
Total Payments	\$32,867
 BALANCE HELD	 \$14,718

Note: the above figures are GST exclusive

