



McDonald
Vague

business recovery partners

**Steelcap Holdings Limited
(In Liquidation)
(Trading as: Sanders Premier)**

**Liquidators' Fourth Report
(for the period from 3 May 2017
to 2 November 2017)**

McDonald Vague Limited

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1 INTRODUCTION AND APPOINTMENT

Peri Micaela Finnigan and Boris van Delden, CAANZ Accredited Insolvency Practitioners, of Auckland, were appointed joint and several liquidators of Steelcap Holdings Limited ("the company") on 3 May 2016.

Pursuant to Section 255(2)(d) of the Companies Act 1993 ("the Act"), the liquidators are reporting on the progress of the liquidation. This fourth 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 existing 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: \$51,000)

The company's debtors were understated in our first report. The company's debtors as at the date of liquidation were recorded in Xero as \$69,865. Following the liquidators' appointment, \$10,719 was written off because it was either paid pre-liquidation or should not have been billed.

The liquidators have recovered \$55,740 from debtors for goods and services invoiced pre-liquidation and post-liquidation. All recoverable debtors have now been recovered.

3.2 Cash at Bank

(Statement of Affairs: \$776)

The liquidators realised \$828 from closing the company's bank account.

3.3 Stock, Fixed and Intangible Assets

(Statement of Affairs: \$113,000)

The company's stock, fixed assets, and intangible assets were sold as part of the sale of the business as a going concern. The liquidators have received payments totalling \$65,500 in reduction of the purchase price. There have been some cash flow issues that have resulted in delays in payment of the purchase price. Revised terms of payment are being negotiated with the purchaser.

4 INVESTIGATIONS

4.1 Books and Records

The liquidators have reviewed the company's books and records.

The liquidators' investigations to date have identified a number of transactions that require further investigation. It is too early to advise whether these transactions will be pursued by the liquidators and whether doing so is likely to result in a benefit to the company's creditors.

5 CREDITORS' CLAIMS

5.1 Secured Creditors

No secured claims have been received as at the date of this report.

5.2 Preferential Creditors

The total preferential claims for wages/salary, holiday pay, and KiwiSaver amounted to \$20,417, including employer KiwiSaver contributions. All of the employees' preferential claims have been paid in full.

The Inland Revenue Department has submitted a preferential claim for \$153,416. To date, interim distributions totalling \$40,000 have been made in reduction of the Inland Revenue Department's preferential claim.

5.3 Unsecured Creditors

As at the date of preparing this report, the liquidators have received 41 unsecured creditors' claims totalling \$294,789.

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

6 FUNDS / LIKELY OUTCOME

On the information the liquidators currently hold, there will be a shortfall on the amount owing to the IRD in respect of its preferential claim in the liquidation. At this stage, the liquidators do not anticipate there will be funds available to make a distribution to unsecured creditors.

The liquidators' investigations into the company's transactions in the period leading up to liquidation has not yet been completed. It is too early to advise whether these investigations will lead to any recovery for unsecured creditors.

7 MATTERS DELAYING THE COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- Payment of the balance of the purchase price of the business
- Investigations into the company's transactions in the period leading up to liquidation

8 ESTIMATED DATE OF COMPLETION

It is too early for the liquidators to estimate the date of completion of this liquidation.

9 CONTACT DETAILS

Enquiries should be directed to Marisa Brugeyroux on DDI (09) 306 3340 or by email to mbrugeyroux@mvp.co.nz.

The Liquidators can be contacted at:

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PERI M FINNIGAN
LIQUIDATOR

Dated this 7 day of November 2017

Realisations and Distributions

Steelcap Holdings Limited (In Liquidation) 3 May 2016 to 2 November 2017

Realisations	Per Statement of Affairs \$	Cash Received \$
Bank Account Closure	776	828
Refund – Project Cancelled	-	116
Pre-Liquidation Debtors	-	55,740
Post-Liquidation Debtors	-	824
Bank Interest	-	338
Sale of Business Assets	113,000	65,500
GST Refund	-	11,269
Total Realisations	\$113,776	\$134,614
Payments		
Liquidators Fees		
Liquidators Fees		47,378
Disbursements		865
Total Liquidators Fees		\$48,243
Other Costs of Liquidation		
Valuation Fees		2,250
Residents Withholding Tax on Interest		76
Bank Fees		107
Debt Collection Fees		786
Total Costs of Liquidation		\$3,219
Distributions		
Employees – Wages and Holiday Pay		20,417
Inland Revenue Department – Preferential Claim		40,000
Total Distributions to Creditors		\$60,417
Total Payments		\$111,879
BALANCE HELD		\$22,735

Note: the above figures are GST exclusive