



The Insolvency & Business Recovery Specialists

**NEIL TIMBER LIMITED
(IN LIQUIDATION)**

LIQUIDATORS' FOURTH & FIFTH REPORTS

Pursuant to Section 255(2)(d)
of the Companies Act 1993

**For the Period from 7 December 2007
to 6 December 2009**

1. PROGRESS OF THE ADMINISTRATION OF THE LIQUIDATION

The liquidators report herewith on the progress made in the liquidation of Neil Timber Limited. Included in this report is the liquidators' Statement of Realisations and Distributions to 6 December 2009.

This report to creditors follows the previous reports and should be read in conjunction with those previous reports. This report is being sent to all shareholders and to all creditors who have filed a claim in the liquidation.

2. REALISATION OF COMPANY ASSETS

2.1 Inventory (Statement of Affairs \$12,500)

The liquidators had an onsite auction to realise the majority of the inventory and plant and equipment. The liquidators also completed a small job in order to realise work in progress.

2.2 Account Receivable (Statement of Affairs \$35,000)

The liquidators have continued to pursue debtors, however it is likely that no more will be collected.

2.3 Machinery (Statement of Affairs \$180,000)

The liquidators had an onsite auction to realise the of the majority of the inventory and plant and equipment. However the larger items of machinery, which were specifically pledged were not sold. The liquidators are attempting to sell these pieces of machinery by private treaty and/or tender on behalf of the secured creditors.

2.4 Advances (Statement of Affairs \$Unknown)

The liquidators have concluded the investigation and handed a large amount of records to the Ministry of Economic Development.

3. CREDITORS' CLAIMS

3.1 Secured Creditors

A secured claim has been received from UDC Finance Limited in respect of a General Security Agreement for the amount owing of \$56,627. Interest continues to accrue on this amount. These items remain unsold at the time of writing this report despite the efforts of the liquidators to have them realised.

No other secured claims have been received, however, the liquidators are aware that Capital + Merchant Finance Limited (In Receivership) are also a secured creditor and have a General Security Agreement over the assets of the company. The receivers have requested that the liquidators' sell these assets on behalf of the receivers except for the interest in land.

3.2 Preferential Creditors

Total preferential claims for wages and holiday pay amount to \$51,746. No dividend has been paid at the date of writing this report.

The Inland Revenue Department have advised that they have a preferential claim in respect of PAYE and GST. The total of these is \$56,627. No dividend has been paid at the date of writing this report.

3.3 Unsecured Creditors

As at the date of preparing this report 20 unsecured creditors' claims have been received which total \$76,399. 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 they are in a position to pay a distribution.

4. INVESTIGATIONS

The liquidators are presently investigating the books, records and affairs of the company along with the Ministry of Economic Development.

5. FUNDS / LIKELY OUTCOME

There will be a shortfall on the amount due to the General Security Holder. At this stage therefore the liquidator does not anticipate paying a distribution to unsecured creditors.

6. MATTERS DELAYING COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- Sale of remaining assets
- Collection of advances
- Completion of investigations

7. CONCLUSION

Based on the above the liquidators presently propose to complete all outstanding matters with a view to retiring as liquidators within the next eighteen months.

Any queries can be directed to Iain McLennan of these offices on DDI 0-9-303 9512 or by visiting our website at www.mvp.co.nz.

Yours faithfully
for NEIL TIMBER LIMITED
(IN LIQUIDATION)


IAIN McLENNAN
LIQUIDATOR

DATED this *20th* day of April 2012

Number of Company: 1282303

Name of Company: NEIL TIMBER LIMITED (IN LIQUIDATION)

Subject: LIQUIDATORS' STATEMENT OF REALISATIONS AND
DISTRIBUTIONS FOR PERIOD 7 DECEMBER 2007 TO
6 DECEMBER 2009

| | As per Statement of Affairs | Cash Received |
|----------------------------------------------------|--------------------------------|------------------|
| CASH HAS BEEN RECEIVED AS FOLLOWS: | | |
| | \$ | \$ |
| Accounts Receivable | 35,000 | 68,355 |
| Work in Progress/Retentions | 12,500 | 11,111 |
| Sale of Inventory, Machinery, Plant and Equipment | 180,000 | 91,492 |
| Interest Received | - | 4,988 |
| | <hr/> | <hr/> |
| TOTAL REALISATIONS | \$227,500 | \$175,946 |
| | <hr/> | <hr/> |
| CASH HAS BEEN PAID AS FOLLOWS: | | |
| Costs Charges & Expenses of Liquidation | | |
| Liquidators Fees | | 42,497 |
| Disbursements | | 3,887 |
| Residents Withholding Tax on Interest Received | | 972 |
| Trading On Costs – Wages | 10,786 | |
| – Materials | 250 | |
| – Rent on Premises | 38,103 | |
| – Professional Fees | 1,040 | |
| | <hr/> | 50,179 |
| Auction Costs | | 6,374 |
| Moving and Storage Costs | | 21,437 |
| Insurance | | 970 |
| Secured Creditor | | |
| Commercial Factors | | 21,116 |
| | | <hr/> |
| TOTAL DISTRIBUTIONS | | \$147,432 |
| | | <hr/> |
| TOTAL REALISATIONS | | 175,946 |
| LESS TOTAL DISTRIBUTIONS | | 147,432 |
| | | <hr/> |
| BALANCE HELD | | \$28,514 |
| | | <hr/> |
| BALANCE REPRESENTED BY: | | |
| ASB Bank Limited – Current Account | | 3,639 |
| ASB Bank Limited – Interest Bearing Trust Account | | 23,865 |
| GST Suspense Account | | 1,010 |
| | | <hr/> |
| TOTAL | | \$28,514 |
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Note: The above figures are GST exclusive


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IAIN McLENNAN
LIQUIDATOR

Dated this 20th day of April 2012