



The Insolvency & Business Recovery Specialists

**NEIL TIMBER LIMITED  
(IN LIQUIDATION)**

**LIQUIDATORS' SECOND REPORT**  
Pursuant to Section 255(2)(d)  
of the Companies Act 1993

**For the Period from 7 December 2007  
to 6 June 2008**

**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 June 2008.

This second report to creditors follows the first report and should be read in conjunction with the first report. 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 collected debtors totalling \$64,968. The debtors were understated by the director.

**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 are currently investigating these advances to determine what is actually owing to the company.

**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 and once this investigation has been completed the liquidators will report on this in full.

## **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:

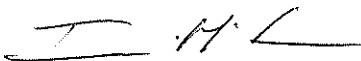
- Sale of remaining assets
- Collection of advances
- Completion of investigations

## **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](http://www.mvp.co.nz).

Yours faithfully  
for NEIL TIMBER LIMITED  
(IN LIQUIDATION)



IAIN McLENNAN  
LIQUIDATOR

DATED this <sup>12<sup>th</sup></sup> 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 JUNE 2008

	As per Statement of Affairs	Cash Received
<b>CASH HAS BEEN RECEIVED AS FOLLOWS:</b>	\$	\$
Accounts Receivable	12,500	64,968
Sale of Inventory, Machinery, Plant and Equipment	36,000	84,507
Interest Received	-	1,245
<b>TOTAL REALISATIONS</b>	<u>\$48,500</u>	<u>\$150,720</u>

**CASH HAS BEEN PAID AS FOLLOWS:**

**Costs Charges & Expenses of Liquidation**

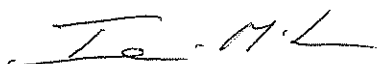
Liquidators Fees		21,802
Disbursements		3,782
Residents Withholding Tax on Interest Received		243
Trading On Costs – Wages	9,826	
– Materials	250	
– Rent on Premises	20,325	
– Professional Fees	1,650	
	<u>32,051</u>	
<b>Secured Creditor</b>		
UDC Finance Limited		21,116
<b>TOTAL DISTRIBUTIONS</b>		<u>\$78,994</u>


<b>TOTAL REALISATIONS</b>	150,720
<b>LESS TOTAL DISTRIBUTIONS</b>	78,994
<b>BALANCE HELD</b>	<u>\$71,726</u>

**BALANCE REPRESENTED BY:**

ASB Bank Limited – Current Account	452
ASB Bank Limited – Interest Bearing Trust Account	79,853
GST Suspense Account	- 8,579
<b>TOTAL</b>	<u>\$71,726</u>

**Note:** The above figures are GST exclusive

  
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IAIN McLENNAN  
LIQUIDATOR

Dated this  day of April 2012