



McDonald
Vague

business recovery partners

**Northway Panel & Paint Limited
(In Liquidation)
Trading as Phil's Panel & Paint
Liquidators' First Report**

McDonald Vague Limited

Level 10, 52 Swanson Street,
Auckland Central

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

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www.mvp.co.nz

TO: The directors, shareholders, and known creditors of the company

1 INTRODUCTION AND APPOINTMENT

Northway Panel & Paint Limited ("the company") was placed into liquidation by a special resolution of the shareholders pursuant to Section 241(2)(a) of the Companies Act 1993 ("the Act") on 21 October 2019 at 3:10p.m. Boris van Delden and Colin Sanderson, RITANZ Accredited Insolvency Practitioners, of Auckland, were appointed as joint and several liquidators of the company.

2 RESTRICTIONS

In preparing this report and its appendices, we have relied upon information provided to us. We have not independently verified or audited that information. 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, amend this report to take into account any information existing at the date of this report that becomes known to us after this report is published.

3 INDEPENDENCE

A declaration of independence is attached at Appendix 2. As far as we are aware there are no conflicts real, perceived, or risks of independence.

4 ATTACHMENTS

The following documents are attached to this report:

- Appendix 1: Statement of Affairs setting out the company's estimated financial position
- Appendix 2: Declaration of independence / relationships / indemnities and upfront payments
- Appendix 3: Schedule of company creditors' names and addresses
- Appendix 4: Notice of Liquidators' decision to dispense with meeting of creditors
- Appendix 5: Notice to creditors to prove debts or claims
- Appendix 6: Creditors claim form

5 COMPANY STRUCTURE AND BACKGROUND

Date of incorporation:	28 October 2016
Company number:	6145052
Date ceased trading:	18 October 2019
Nature of business:	Panel Beating & Painting Workshop
Trading Address:	46b Northway Street, Te Rapa, Hamilton
Trading name:	Phil's Panel & Paint
Share capital:	120 Shares
Shareholders:	Calum Underwood 60 Shares Angharad Marie Sidney 60 Shares
Director:	Calum Underwood

The company purchased an existing business. The loss of two major customers and staffing issues meant the company struggled to meet its commitments. Funding was provided by a third party however, this was not able to be continued and the decision was made to appoint the liquidators.

6 STATEMENT OF AFFAIRS

A Statement of Affairs showing the company's estimated financial position as at the date of our appointment is provided at Appendix 1.

7 ASSETS AND PROPOSALS FOR CONDUCTING THE LIQUIDATION

We will realise all available assets. Some information in relation to the estimated realisable value is being withheld so as not to prejudice and sale negotiations. If any creditor is interested in or knows of any other party who may be interested in purchasing any of the assets, please advise us urgently.

We will complete a thorough review of the company's books, records and affairs to:

- ensure that all assets have been properly accounted for,
- determine if there are any other avenues of recovery for creditors,
- determine if the company's officers have properly carried out their duties and take appropriate steps where necessary.

If there are funds available for distribution to creditors, we will verify creditors' claims and make a distribution. We will then complete the liquidation and request that the Registrar of Companies remove the company from the register.

8 LIABILITIES AND CREDITOR CLAIMS

A schedule of known creditors and their addresses is provided at Appendix 3, as required by Section 255(2)(c) of the Act.

A notice to creditors to prove debts or claims is provided at Appendix 5. Also provided is a creditor's claim form at Appendix 5 for completion and return to this office by Friday, 29 November 2019. Creditors that have not made a claim by the date on the notice may be excluded from any distribution made. If you believe that you are a secured creditor, please contact us and the appropriate form will be sent to you.

8.1 Secured Creditors

As at the date of liquidation five secured parties had registered security interests against the company on the Personal Property Securities Register.

- ANZ Bank New Zealand Limited
- BOC Limited
- Steel and Tube Holdings Limited (Steel & Tube have since discharged their financing statement)
- UDC Finance Limited (UDC have opted to uplift the vehicle that is the subject of their security and realise it)
- Yamaha Motor Finance New Zealand

Personal Property Securities Act / Reservation of Title

If any creditor believes that they hold a Purchase Money Security Interest entitling them to any goods or proceeds from realisation of goods, they should contact us immediately.

If any creditor believes that they have a Reservation of Title over goods and they have not perfected their interest, they should also contact us immediately.

8.2 Preferential Creditors

There are amounts owed to employees for holiday pay however the amount is not known as this time.

The Inland Revenue Department has not yet provided us with a creditor's claim form, but we understand that there are amounts due in respect of GST, PAYE and other payroll deductions.

8.3 Unsecured Creditors

From our review of the company's accounting records and other information we estimate that the amount due to unsecured creditors is approximately \$146,040

9 CREDITORS' MEETING / LIQUIDATION COMMITTEE

A notice of the Liquidators' decision to dispense with the meeting of creditors is provided at Appendix 4.

Any creditor or shareholder may at any time in the course of the liquidation request that the liquidators call a meeting pursuant to Section 314 of the Companies Act 1993, for the purpose of appointing a liquidation committee. Any request for a meeting must be submitted to the liquidators in writing.

10 FURTHER INFORMATION

If you are aware of any information that would assist the Liquidators, please set the details out in writing, attach any supporting evidence, and send it to us. Please note that it can be difficult for liquidators to act in reliance on information that is not provided in writing.

If any creditor wishes to receive the six monthly reports by email as and when they are published, please ensure that an email address is provided on your creditors' claim form.

This report and all subsequent reports will be available on the Liquidators' website at www.mvp.co.nz

11 ESTIMATED DATE OF COMPLETION

It is currently too early to estimate a date of completion for the liquidation.

12 CONTACT DETAILS

Enquiries should be directed to the writer on DDI (07) 838 0908 or by email to CSanderson@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



COLIN SANDERSON
LIQUIDATOR

DATED this 29th day of October 2019

Northway Panel & Paint Limited (In Liquidation)

Statement of Affairs

Statement of Affairs for the above named company as at 21 October 2019 (being the date of liquidation) showing assets at estimated realisable values and liabilities expected to rank.

ASSETS SPECIFICALLY PLEDGED	<i>Estimated to Realise</i>	<i>Due to Secured Creditor</i>	<i>Deficiency Ranking as Unsecured</i>	<i>Surplus</i>
Toyota Crown Station Wagon - UDC Finance	10,000	8,469	-	1,531
Yamaha Motorcycle - Yamaha Motor Finance	8,000	2,000	-	6,000
<i>Estimated surplus as regards specifically pledged assets</i>	\$18,000	\$10,469	\$ -	\$7,531
ASSETS AVAILABLE FOR PREFERENTIAL CREDITORS				
			<i>Book Value</i>	<i>Estimated to Realise</i>
Accounts receivable			19,698	18,378
Total			\$19,698	\$18,378
<i>Less preferential creditors</i>				
Employees				Unknown
Inland Revenue Department (Estimated)				56,909
Total				\$56,909
<i>Estimated deficiency as regards preferential creditors</i>				(\$38,531)
ASSETS AVAILABLE FOR GENERAL SECURITY AGREEMENT HOLDER/S				
			<i>Book Value</i>	<i>Estimated to Realise</i>
Estimated surplus from assets specifically pledged				\$7,531
Plant & Equipment (See note 6 below)			96,983	Withheld
Office furniture & equipment (See note 6 below)			2,086	Withheld
Total			\$99,069	\$7,531
LESS GENERAL SECURITY AGREEMENT HOLDER				
ANZ Bank New Zealand Limited				61,236
Total				\$61,236
<i>Estimated deficiency as regards General Security Agreement holder</i>				(\$53,705)
Less deficiency as regards preferential creditors				38,531
Deficiency ranking as unsecured				(\$92,236)
LESS UNSECURED CREDITORS				
Estimated deficiency as regards General Security Agreement holders				53,705
Estimated deficiency as regards preferential creditors				38,531
Trade creditors				21,366
Unsecured 3rd party advances				124,674
<i>Estimated (deficiency) as regards unsecured creditors</i>				(\$238,276)

Notes:

1. There is no unpaid capital liable to be called up.
2. The above estimates are subject to the costs of the liquidation.
3. Assets held may be subject to Purchase Money Security Interest ("PMSI") or Reservation of Title claims.
4. The General Security Agreement holder's claim will continue to accrue interest until fully paid.
5. There is a contingent liability in respect of the lease of the premises.
6. The estimated realisable value is being withheld so as not to prejudice sale negotiations

Disclaimer of Liability:

The information contained in the Statement of Affairs has been supplied by the company. We have not verified the information supplied. The Statement of Affairs has been prepared for the purpose of the liquidation and we do not accept any responsibility on any grounds whatsoever, including liability in negligence, to any party.

Northway Panel & Paint Limited (In Liquidation) Declaration of Independence / Relationships / Indemnities and Upfront Payments

A DECLARATION OF INDEPENDENCE

- (i) The appointed and McDonald Vague Limited have undertaken a proper assessment of the risks of independence prior to accepting appointment in accordance with the law code of conduct and applicable professional standards and have concluded that they have no prior business or professional relationship with the insolvent that is a real or potential risk and that they are independent.

B DECLARATION OF RELATIONSHIPS

- (ii) The appointed and McDonald Vague Limited have no prior business or professional or personal relationship with known associates of the insolvent or the major secured creditors that are a real or potential risk and that they are to the extent of:

Name	Relationship	Reason
ANZ Bank New Zealand Limited	Professional	We have dealt with the ANZ bank in relation to previous insolvencies

- (iii) The appointed disclose there are no other relevant relationships to declare.
- (iv) The appointed and McDonald Vague Limited have not provided any prior professional services to the insolvent or known associates of the insolvent in the prior two years.

C DECLARATION OF INDEMNITIES AND UPFRONT PAYMENTS

- (v) An indemnity for fees and disbursements of up to \$5,000 plus GST has been provided by the shareholders. There is no condition on the conduct or outcome of the liquidation attached to the provision of the indemnity.



COLIN SANDERSON
LIQUIDATOR

DATED this 29th day of October 2019



Appendix 3

Northway Panel & Paint Limited (In Liquidation) Schedule of Creditors' Names and Addresses

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

Employee Names	Creditor Names	Address 1	Address 2	Address 3
Brett Easter				
Clinton-Joel Takiara				
	Accident Compensation Corporation	P O Box 3248	WELLINGTON 6140	
	ANZ Bank New Zealand Limited	P O Box 2218	AUCKLAND	
	Auctus Advisory	P O Box 9408	Waikato Mail Centre	HAMILTON 3240
	Autolink Distributors	P O Box 15 117	Dinsdale	HAMILTON 3243
	BOC Limited	P O Box 11 161	Sockburn	CHRISTCHURCH 8030
	Coating Technologies	P O Box 41 503	Mt Roskill	AUCKLAND 1440
	Dent Man	53a Woodland Road	RD 3	KATIKATI 3170
	Gibson Family Trust	C/- Brook Law	7A Princes Street	HAMILTON 3204
	Inland Revenue Department	P O Box 39 010	Wellington Mail Centre	LOWER HUTT 5045
	Margaret Wilson	74 Rhys Avenue	Huntington	HAMILTON
	Nova Energy	P O Box 404	WHAKATANE 3158	
	Pete's Packaging	P O Box 10 206	Te Rapa	HAMILTON 3241
	RA Johnstone & Co Limited	P O Box 97 948	Manukau	AUCKLAND 2104
	Seetal Spray Booths	20 Huia Road	Otahuhu	AUCKLAND 1062
	Spark NZ Trading Limited	P O Box 1473	CHRISTCHURCH 8140	
	Sterling Security	P O Box 9459	Waikato Mail Centre	HAMILTON 3240



Appendix 3

Creditor Names	Address 1	Address 2	Address 3
The Bling Company	P O Box 20 029	Te Rapa	HAMILTON 3241
UDC Finance Limited	P O Box 91 145	Victoria Street West	AUCKLAND 1142
Ultra Paints Limited	P O Box 34 752	Birkenhead	AUCKLAND 0746
Welder Repair Services (HN) Limited	27 Herschel Street	NGARUAWAHIA 3720	
Yamaha Motor Finance New Zealand	Locked Bag 79, Wetherill Park	Sydney, NSW 2164	AUSTRALIA

Appendix 4

Notice of Liquidators' Decision to Dispense with Meeting of Creditors

After having regard to the assets and liabilities of Northway Panel & Paint Limited (In Liquidation) and the likely result of the liquidation, the liquidators propose to dispense with a meeting of creditors pursuant to Section 245 of the Companies Act 1993.

The liquidators do not, however, wish to preclude creditors from expressing their views. Please contact the writer on DDI (07) 838 0908 if you have any specific enquiries.

If you wish to request that a creditor's meeting be called, notice in writing is required within 10 working days of receiving this notice. Your notice you must also state the reason you require a meeting so that an agenda can be prepared and circulated to creditors and creditors can be given the opportunity to vote on any proposed resolutions by voting letter.



COLIN SANDERSON
LIQUIDATOR

DATED this 29th day of October 2019

Appendix 5

IN THE MATTER of The Companies Act 1993

and

IN THE MATTER of Northway Panel & Paint Limited (In Liquidation)
Trading as Phil's Panel & Paint

Notice to Creditors to Prove Debts or Claims

Notice is given that the liquidator of Northway Panel & Paint Limited (In Liquidation) ("the company"), fix Friday, the 29th day of November 2019, as the day on or before which the company's creditors are to make their claims and establish any priority their claims may have under Section 312 of the Companies Act 1993. Creditors not having made a claim by this date may be excluded from any distribution made.



COLIN SANDERSON
LIQUIDATOR

DATED this 29th day of October 2019

ADDRESS OF LIQUIDATOR

McDonald Vague Limited
Level 10, 52 Swanson Street
AUCKLAND 1010

PO Box 6092
Wellesley Street
AUCKLAND 1141

Telephone: (09) 303 0506
Facsimile: (09) 303 0508
Website: www.mvp.co.nz

DATE OF LIQUIDATION: 21 October 2019



McDonald
Vague

McDONALD VAGUE LIMITED

PO Box 6092, Wellesley St, Auckland 1141, New Zealand.
Telephone 0-9-303 0506, Facsimile 0-9-303 0508

Unsecured Creditor's Claim

(Also for use by Preferential Creditors)

SECTION 304(1) COMPANIES ACT 1993
(For help see www.mvp.co.nz or email
claims@mvp.co.nz)

NAME AND POSTAL ADDRESS OF CREDITOR IN FULL

* Any personal information collected is for the purpose of administering the liquidation in accordance with the Companies Act 1993.

The information will be used and retained by the liquidators and McDonald Vague and will be released to other parties only with your authorisation or in compliance with the Privacy Act 1993.

Under Section 304(1) of the Companies Act 1993 any claim by an unsecured creditor against a company in liquidation must be in this prescribed form and must –
(a) Contain full particulars of the claim; and
(b) Identify any documents that evidence or substantiate the claim.

You may have access to and request correction of any personal information.

(*Not applicable, if creditor is not an individual within the meaning of the Privacy Act 1993.)

Telephone Numbers: ()
()

E-Mail

My Reference is:
(if applicable)

NAME OF COMPANY IN LIQUIDATION:

(IN LIQUIDATION)

(If claim is made on behalf of creditor, specify relationship to creditor and authority)

claim that the company was at the date it was put into liquidation indebted to the abovenamed creditor for the sum of (Amount in words):

STATUS OF CLAIM:

1. I am an unsecured creditor for
(Also applicable to secured creditors who hereby surrender their security)

\$

2. I am a preferential creditor for
(Refer details on reverse)

\$

3. My total claim is for
(State currency if other than \$NZ)

Other
Currency

NZ \$

4. I have claimed retention/reservation of title rights pursuant to rights held by me

Note: If you are a secured creditor contact this office and a Secured Creditors Claim Form will be sent to you. Tick if Applicable (Refer details on reverse)

Full particulars of the claim are set out, and any supporting documents that substantiate the claim, are identified on the reverse of this form.

(The liquidator may require the production of a document under Section 304(2) of the Companies Act 1993. You are **not required to attach any supporting documents** at this stage, but you may attach them now, if you think it would expedite the processing of the claim.)

SIGNED:

Date: / /

WARNING —

It is an offence under Section 304(6) of the Companies Act 1993 to –

Make or authorise the making of, a claim that is false or misleading in a material particular knowing it to be false or misleading; or

Omit, or authorise the omission from a claim of any matter knowing that the omission makes the claim false or misleading in a material particular.

Received
(Date Stamp)

RESERVED FOR OFFICE USE:

Claim admitted/rejected
for voting purposes:
(Delete one)

Signed:

Date: / /

Preferential Claim for:

Ordinary Claim for:

CLAIM REJECTED
FOR PAYMENT:

\$

\$

or
CLAIM ADMITTED
FOR PAYMENT:

Preferential Claim for:

Ordinary Claim for:

\$

\$

Signed
Liquidator:

Date: / /



McDonald
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Note: If the decision to admit or reject a claim is amended, regulation 8 of the Companies Act 1993 Liquidation Regulations 1994 requires that it be recorded in writing.



McDONALD VAGUE LIMITED

PO Box 6092, Wellesley St, Auckland 1141, New Zealand.
Telephone 0-9-303 0506, Facsimile 0-9-303 0508

If the creditor owes money to the company, please give full details.

Date	Details of Claim and Identification of Documents that Evidence or Substantiate the Claim	Amount \$

CLAIMS AGAINST INVENTORY (Romalpa Claims)(Consignment Goods) (Retention of Title) etc.

Please provide details of the basis of the retention of title claim filed by you and/or details of entry on the Personal Property Securities Register.

PREFERENTIAL CLAIMANTS ONLY

Guideline

The Seventh Schedule of the Companies Act 1993 sets out those claims which are regarded as preferential and shows their extent and order of priority. For example, wages and salary of any employee in respect of services rendered to the company during the four months preceding the commencement of liquidation are preferential AND the total sum to which priority is to be given in the case of any one employee for wages, holiday pay, deductions, redundancy and child support must not exceed \$23960 or such greater amount as is prescribed at the commencement of the liquidation.

1. Why do you believe you are a preferential creditor?
(eg. employee, GST, etc) _____
2. Details of your claim: _____

If applicable please record here your GST Registration number: _____
and total GST included in your tax invoice: \$ _____