



McDonald  
Vague

business recovery partners

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

**Liquidators' Second Report  
(for the period from 3 May 2016  
to 2 November 2016)**

**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 as 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 second report should be read in conjunction with the liquidators’ previous report.

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.

Of that amount, \$10,719 was written off because the debt was paid and should have been written off pre-liquidation, or because the work had not been started. Recoveries have also been made in relation to unbilled pre-liquidation work in progress and recovered stock.

To date, the liquidators have recovered \$38,423. The debtors outstanding as at the date of this report total \$16,753. The liquidators are continuing to take steps to recover the outstanding debtors.

**3.2 Cash at Bank** **(Statement of Affairs: \$776)**

There was \$918 in the company's bank accounts as at the date of liquidation.

**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 business as a going concern. The liquidators have received part payment of the purchase price totalling \$50,000. The liquidators will continue to collect the balance of the purchase price, per the sale and purchase agreement.

## 4 INVESTIGATIONS

### 4.1 Books and Records

The liquidators have received company records from several of the company's professional advisors; however, there are still requests for company records outstanding, which the liquidators are continuing to pursue.

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.

## 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 \$152,229. To date, an interim distribution of \$10,000 has been made to Inland Revenue Department.

### **5.3 Unsecured Creditors**

As at the date of preparing this report, 40 unsecured creditors' claim forms have been received. The claims received total \$286,944. In the interests of minimising liquidators' fees, the liquidators will not attend to formally accepting or rejecting 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; however, the liquidators' investigations into the company's transactions in the period leading up to liquidation has not yet been completed.

## **7 MATTERS DELAYING THE COMPLETION OF THE LIQUIDATION**

The following matters are outstanding:

- Obtaining books and records from the company's advisors
- Investigations into the company's transactions in the period leading up to liquidation
- Collecting outstanding debts owing to the company

## **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](mailto:mbrugeyroux@mvp.co.nz).

The Liquidators can be contacted at:

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PERI M FINNIGAN -LIQUIDATOR

DATED this 7<sup>th</sup> day of November 2016

# Realisations and Distributions

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

Realisations	As Per Statement of Affairs \$	Cash Received \$
Bank Account Closure	776	918
Refund – Project Cancelled	-	116
Debtors	51,000	38,423
Bank Interest	-	30
Sale of Business Assets	113,000	50,000
<b>Total Realisations</b>	<b>\$164,776</b>	<b>\$89,487</b>
<b>Payments</b>		
<b>Liquidators Fees</b>		
Liquidators Fees		36,658
Disbursements		695
<b>Total Liquidators Fees</b>		<b>\$37,353</b>
<b>Other Costs of Liquidation</b>		
Valuation Fees		2,250
Residents Withholding Tax on Interest		8
Bank Fees		21
<b>Total Costs of Liquidation</b>		<b>\$2,279</b>
<b>Distributions</b>		
Employees - Wages and Holiday Pay		20,417
Inland Revenue Department – GST & PAYE		10,000
<b>Total Distributions to Creditors</b>		<b>\$30,417</b>
<b>Total Payments</b>		<b>\$70,049</b>
<b>BALANCE HELD</b>		<b>\$19,438</b>

Note: the above figures are GST exclusive