



McDonald
Vague

business recovery partners

**Topclass Kitchens Limited
(In Liquidation)**

**Liquidators' Fourth Report
for the period from 23 January 2018
to 22 July 2018**

McDonald Vague Limited

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Auckland Central

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1 INTRODUCTION AND APPOINTMENT

Boris van Delden and Peri Micaela Finnigan, CAANZ Accredited Insolvency Practitioners, of Auckland, were appointed as joint and several liquidators of Topclass Kitchens Limited ("the company") on 23 January 2017.

Pursuant to Section 255(2)(d) of the Companies Act 1993 ("the Act"), the liquidators herewith report 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 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, revise this report in respect of any information existing at the date of this report which becomes known to us after that date.

3 CONDUCT OF THE LIQUIDATION DURING THE PRECEDING SIX MONTHS

Asset Realisations

3.1 Debtors and Work in Progress

(Statement of Affairs: \$50,000)

Accounts receivable, amounting to \$42,949, have been collected by the liquidators.

There were two outstanding debtors referred to in the liquidator's third report that we were endeavouring to collect. Both were disputed on the basis that the company had not performed the work invoiced or the work that was done was faulty. Both clients advised that they had incurred significant amounts to complete or rectify the work concerned.

A settlement was reached in relation to one of those debts. The other has been written off as uncollectable.

3.2 Sale of assets

The realisation of the company's assets has been detailed in previous reports. There are no further assets to be realised.

4 INVESTIGATIONS

Our investigations have been completed. No matters have been identified that can be pursued for the benefit of the creditors. The director of the company was made bankrupt on 22 March 2017.

5 CREDITORS' CLAIMS

5.1 Secured Creditors

Although the ASB Bank has realised its security, and we have distributed \$95,845 net proceeds on the sale of secured assets, we know there was a significant shortfall remaining. The ASB has not submitted a claim in respect of the balance.

5.2 Preferential Creditors

Total preferential claims for wages or salary, and holiday pay amount to \$14,475.

The Inland Revenue Department has submitted a claim of \$178,437.40 in respect of outstanding GST, PAYE and other payroll related taxes. The preferential portion of the IRD's claim is \$129,882. No dividend has been paid to preferential creditors at the date of this report.

5.3 Unsecured Creditors

As at the date of preparing this report unsecured creditor claims amounting to \$770,182 have been received. In the interests of minimising liquidators' fees, the liquidators will not attend to the formality of accepting or rejecting creditors' claims unless we are in a position to pay a distribution.

6 FUNDS / LIKELY OUTCOME

There is no likelihood of funds being available for distribution to unsecured creditors.

7 MATTERS DELAYING THE COMPLETION OF THE LIQUIDATION

The following matter is outstanding:

- Completion of the liquidation.

8 ESTIMATED DATE OF COMPLETION

We estimate that the liquidation will be completed within three months.

9 CONTACT DETAILS

Enquiries should be directed to Colin Sanderson on (07) 838 0908 or email: csanderson@mvp.co.nz.

The Liquidators can be contacted at:

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Level 10, 52 Swanson Street
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Wellesley Street
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PERI FINNIGAN
LIQUIDATOR

DATED this 23rd day of July 2018

Realisations and Distributions

Topclass Kitchens Limited (In Liquidation) 23 January 2017 to 22 July 2018

Realisations	Cash Received \$
Trust funds recovered	255
Trading-on Sales	-
Accounts Receivable	42,949
Interest	21
Sale of Equipment	155,497
Sale of Stock	18,660
GST refunds received	-
Total Realisations	\$227,626
Payments	
Liquidators Fees	
Liquidators Fees	48,522
Disbursements	1,803
Total Liquidators Fees	\$50,325
Other Costs of Liquidation	
Auctioneer commission	31,794
Auctioneer disbursements	5,189
IT disbursements	1,689
Remedial work disbursements	19,392
Trading on expenses	2,733
Rent	12,500
Travel costs	939
Security costs	219
Trading-on and remedial work - wages and PAYE	6,444
Residents Withholding Tax on Interest	3
Total Costs of Liquidation	\$80,902
Distribution	
Secured Creditor	95,854
Total Distribution to Secured Creditor	\$95,854
Total Payments	\$227,081
BALANCE HELD	\$545

Note: the above figures are GST exclusive