



McDonald
Vague

business recovery partners

WILD BOAR LOGGING LIMITED (IN LIQUIDATION)

Liquidators' Third Report For the period from 16 October 2021 to 15 April 2022

McDonald Vague Limited

Level 10, 33 Federal Street,
Auckland Central

PO Box 6092, Victoria Street West,
Auckland 1142, New Zealand

p: 09 303 0506

f: 09 303 0508

e: insol@mvp.co.nz

www.mvp.co.nz

1 INTRODUCTION AND APPOINTMENT

Colin Sanderson and Peri Micaela Finnigan, Licensed Insolvency Practitioners, of Hamilton, were appointed as joint and several liquidators of Wild Boar Logging Limited (in Liquidation) ("the company") on 16 April 2021.

This report has been prepared pursuant to Section 255(2)(d) of the Companies Act 1993 (**Act**) for the purpose of reporting on the liquidation of the Company. A Statement of Realisations and Distributions is **attached** as Appendix 1.

The report is being sent to all shareholders and all creditors who have filed a claim in the liquidation.

2 RESTRICTIONS

This report should be read in conjunction with the liquidators' previous report. There are no developments to report since the last report.

This report has been prepared using the information known to us. We have not independently verified the accuracy or reliability of the information provided or undertaken audit of the Company. 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 at the date of this report which becomes known to us after that date.

3 UPDATED INTERESTS STATEMENT

We have not become aware of any circumstances, relationships, or other facts since we last prepared an interests statement that create, or could reasonably be perceived as creating, a conflict of interest for us in relation to our independence as liquidators.

4 CONDUCT OF THE LIQUIDATION DURING THE PRECEDING SIX MONTHS

Since our appointment, we have:

- Interviewed the director and other parties with knowledge of the affairs of the Company
- Uplifted and reviewed the Company's books and records

- Investigated the affairs of the Company and the reasons for its failure
- Viewed the secured assets and made arrangements with secured creditors
- Arranged the security, relocation and sale of the only company asset, the Cat 525 Skidder
- Reviewed Creditor Claims and responded to creditor enquiries

Company Secured Assets

Caterpillar Financial New Zealand Limited recovered the Cat 320FM and Grapper. These were estimated to be valued at about \$25,000 and owed the finance company in excess of this.

Nissan Finance agreed an assignment of the Nissan vehicle to the guarantor personally for \$25,719. There was no equity in the vehicle for the liquidators to gain any recovery. The debt taken over was approximately the market value of the vehicle. The guarantors personally paid loan instalments leading up to the liquidation.

Heartland Bank agreed that the Cat Skidder could be sold by the liquidators as there was an anticipated surplus based on the director's expectations of value. Initially the director planned to assist in the marketing and sale process to maximise the value and recovery. The cost of insurance was a factor that ultimately led to a decision to relocate the skidder to Turners Auctions - Heavy Machinery to be marketed for sale. The liquidators funded \$1K in insurance in the period leading up to the relocation of the Skidder. This not yet been recovered but is sought from the guarantor.

Following two auctions to sell the Skidder, with the bids falling short of the reserve value, the skidder was finally sold with the approval of the guarantor and secured creditor for a sum sufficient to clear only the secured creditor and marketing/commission costs. This left the liquidators out of pocket for insurance and time and cost incurred. The liquidators have as a result sought funding from the shareholders and to date have received \$1,000 towards time/cost recovery.

The Cat 525 skidder was originally expected to realise \$50,000. The market determined the value at \$29,992 plus GST. The interest in the Skidder was impacted by the timing to the market and its condition and need for repairs. Issues were raised with:

- door replacement and right door repairs
- grapple play in rotator ram pins
- roof lining
- replacement of batteries
- Service overdue
- rear ram seals
- bonnet guards
- a/c repair re gas
- The oil leaks
- No service history

The liquidators have investigated other potential avenues of recovery. The shareholders current account is overdrawn by a small balance. The liquidators have agreed that the shareholders will contribute \$5,500 (GST excl) towards the costs of the liquidation. A sum of \$1,500 has been recovered to date of this report.

It is understood many of the company creditors have claims against the guarantors.

5 INVESTIGATIONS

The liquidators have completed their investigations into the books, records and affairs of the company. As a result of the investigation the liquidators have determined the liquidation will be closed following recovery of the agreed contribution of \$5,500 plus GST. To date \$1500 has been received.

There are no known current or pending proceedings for which the company is a party.

6 CREDITORS' CLAIMS

As stated above, there is no expectation of any recovery for the benefit of creditors. The company failed largely as a result of circumstances that could not be controlled, such as log pricing announcements in July 2019 leading to contracts being withdrawn, Covid-19 impact on the market also leading to lost contracts, poor weather conditions and a burnt out digger. The director made best efforts to maintain repayments to creditors.

The following claims have been received:

CLAIMS RECEIVED	NUMBER	VALUE	DISTRIBUTIONS	¢ IN THE \$
Specific Securities	3	72542	72542	100
Preferential Claims	2	2929	0	0
IRD Preferential Claims	1	78847	0	0
Unsecured Claim	8	162,275	0	0

The specific security holders, Caterpillar Financial New Zealand Ltd, Heartland Bank and Nissan Financial Services Limited all were resolved. Caterpillar recovered their equipment, Heartland Bank were paid in full from the sale proceeds and Nissan Finance assigned the debt.

7 FUNDS / LIKELY OUTCOME

There are no avenues for recovery. There is a shortfall to preferential and unsecured creditors. The liquidator does not anticipate paying a distribution to unsecured creditor.

9 COMPLETION DATE AND MATTERS DELAYING THE COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- Funding from shareholders
- Completion of liquidation

We expect to complete the liquidation within six months or when the funding is paid.

10 CONTACT DETAILS

Enquiries should be directed to Peri Finnigan on DDI +64 (9) 303 9519 or by email to PFinnigan@mvp.co.nz.

The Liquidators can be contacted at:

McDonald Vague Limited
Level 1
136 Greenlane East
Auckland 1051

P O Box 6092
Victoria Street West
Auckland 1142



Peri M Finnigan
LIQUIDATOR (License No: IP17)

Dated this 6th day of May 2022