

# Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Arron Heath

Company Number: 867580

## Receivers' Final Report on the State of Affairs

of

### Freemont Design & Construction Limited (In Receivership)

Pursuant to Section 24, Receiverships Act 1993

#### *Introduction*

Jeff Meltzer and Arron Heath of Meltzer Mason Heath were appointed Receivers of Freemont Design & Construction Limited ("the Company") on 22 August 2006. The Official Assignee at Auckland was appointed Liquidator of the Company on 23 November 2006.

#### *Property Disposed of:*

No property has been disposed of since the previous report.

#### *Amounts Owing to Holders of General Security Agreements:*

The amounts owing to holders of General Security Agreements are:

	<i>Amount Owing at 01.06.11 \$</i>
1. ANZ National Bank Limited	Nil
2. Lovegroves Trustee Company Limited / BM Trustee Company Limited	Unknown
3. Easy Factors International Limited	4,180,565
	<u>4,180,565</u>

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Jeff Meltzer  
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Karen Mason  
\_\_\_\_\_  
Arron Heath



Most of the Company's accounts receivable balances were assigned to Easy Factors International Limited, who retained a collections agent to recover the assigned debts. The recovery process did not generate any funds for the receivership.

***Preferential Claims:***

Preferential claims total \$276,680 as follows:

	\$	\$
1. Petitioning Creditor Costs		2,707
2. Employees		
Wage Arrears	11,323	
Holiday Pay	31,348	
	<u>42,671</u>	42,671
3. Inland Revenue Department		
PAYE	91,033	
GST	140,269	
	<u>231,302</u>	231,302
		<u>276,680</u>

Preferential claims are payable from the proceeds of accounts receivable and inventory. The Company had no inventory and accounts receivable balances have proved uncollectible. Unfortunately, this has resulted in no funds being available for payment of preferential claims.

***Unsecured Creditors:***

The receivership did not produce sufficient realisations to enable a distribution to unsecured creditors to be made.

***Receipts and Payments:***

A Receipts and Payments Statement for the period 22 August 2006 to 2 June 2011 is attached.

***Cessation:***

The receivership ended on 2 June 2011.

***Disclaimer:***

As required by Section 24 of the Receiverships Act 1993, this report has been prepared by the Receivers and is available to all persons entitled to receive it under Section 26 of the Act.

This report is based on information that has been disclosed to the Receivers at the date of the report. The information has been received or obtained from various sources and has not been verified by the Receivers and the Receivers have accepted without review information and explanations that have been provided to them.

Some figures in this report are estimates only and are subject to change upon new information being disclosed to or obtained by the Receivers.

The Receivers accordingly make no representation or warranty as to the accuracy or completeness of the information contained in this report, and shall not be liable for any statement, information or matters (whether express or implied) contained in, or derived, or omitted from, this report. The Receivers shall not be responsible for the reliance of any person on information contained in, or derived, or omitted from, this report.



A L Heath  
**Receiver and Manager**

2 June 2011

**Freemont Design & Construction Limited**  
**(In Receivership)**  
**Receivership Receipts and Payments for the period**  
**22 August 2006 to 2 June 2011**

	\$	\$
<b>Balance brought forward</b>		Nil
<b>Receipts</b>		
Advances from Security Holder	440,807.48	
Deposit Refund	3,515.78	
Dividend Received	310.00	
Plant and Equipment	22,666.67	
Rent	4,866.67	
Pre-receivership GST Refund	2,798.25	
Interest	832.54	
GST Refunds	<u>37,051.93</u>	
		512,849.32
<b>Payments</b>		
Receivers' Remuneration	116,295.00	
Receivers' Disbursements	1,348.36	
Bank Fees	311.84	
Distribution to Secured Creditor	22,666.67	
Garment Rental	623.11	
Insurance	2,404.98	
Interest	12,414.25	
Legal Fees	82,953.20	
Motor Vehicle Registration	84.79	
Payroll Expenses	300.01	
Power	2,236.82	
Computer Backups and Hard Drive Copy	1,160.00	
Rates	2,285.46	
Rent	47,690.46	
Rubbish Disposal	753.63	
Staff Expenses	13,485.72	
Telephones	15,249.17	
Wages	151,292.09	
Water Rates	621.42	
Petty Cash	337.39	
Retention Work	564.00	
Repairs and Maintenance	156.11	
GST Paid	<u>37,614.84</u>	
		(512,849.32)
<b>Closing Balance</b>		<u>Nil</u>