

Meltzer Mason Heath

Chartered Accountants practising as insolvency specialists

Refer to: Arron Heath

No. of Company: 414580

Liquidators' Further Report

Pat Gavin (Northland) Limited (In Liquidation)

For the period 13 July 2009 to 12 January 2010

Introduction

Pat Gavin (Northland) Limited was placed into voluntary liquidation on 12 January 2009 when Jeff Meltzer and Arron Heath of Meltzer Mason Heath were appointed joint and several Liquidators.

In accordance with section 255 of the Companies Act 1993 the Liquidators are obliged to report to all creditors and shareholders on the conduct of the liquidation during the preceding six months. This report covers the period from 13 July 2009 to 12 January 2010.

Schedule of Receipts and Payments

A receipts and payments statement for the period 13 July 2009 to 12 January 2010 is attached. Considerable work was undertaken during the period covered by this report in obtaining from the company's records information to assist the secured debt factoring company in their recovery efforts. This work included processing a trade credit insurance claim and providing information for legal proceedings being taken against a guarantor. Work has also been undertaken regarding the insurance claim for the fire suffered by the company in November 2006 including meeting with a representative from the insurers and obtaining further information from them. The Liquidators do not anticipate that this work will generate funds for payment to the company's unsecured creditors, including its preferential creditors.

Asset Realisations

Assets realised during the period comprised mainly debtors. Remaining debtors had been referred to a debt collection agency for recovery. Unfortunately, recovery efforts have been affected adversely by disputes regarding non completion of the installation, discounts, workmanship and warranties.

Dividends

No dividends have been paid as at the date of this report. Based on information currently available regarding further asset realisations the Liquidators do not consider that unsecured creditors, including preferential creditors, will receive a dividend from the liquidation.

Jeff Meltzer

Karen Mason

Arron Heath



Outstanding Matters

The Liquidators continue to provide assistance with collection of the company's factored Trade debtors ledger. Some debts remain outstanding from the Retail debtors ledger. Recovery of these debts is in the hands of a debt collection agent. Advice is being obtained as to the possibility of requesting a review of the insurance payouts in relation to the November 2006 fire.

Please contact Arron Heath of this office should you require any further information.

Dated this 28th day of January 2009

A L Heath
Liquidator

Pat Gavin (Northland) Limited (In Liquidation)

Receipts and Payments

For the period 13 July 2009 to 12 January 2010

	\$	\$
Opening Balance		89,628.94
Receipts		
Debtors	29,317.55	
Debtor Insurance Proceeds	24,534.92	
Advance from Secured Creditor	1,575.00	
Plant and Equipment	12.44	
Interest	1,038.32	
GST Refunds	3,559.39	
	<u> </u>	<u>60,037.62</u>
		149,666.56
Payments		
Liquidators' Remuneration	42,097.50	
Liquidators' Disbursements	817.44	
Auctioneer's Commission	1.05	
Auction Expenses	11.40	
Bank Fees	0.50	
Debt Collection Costs	5,285.13	
Legal fees	3,006.50	
Secured Creditor	60,098.08	
GST Paid	10,013.72	
	<u> </u>	<u>(121,331.32)</u>
Balance Carried Forward		<u>28,335.24</u>

Notes: The funds held are subject to further costs of winding up.