

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 12 January 2009 to 12 July 2009

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 12 January 2009 to 12 July 2009.

Schedule of Receipts and Payments

A receipts and payments statement for the period 12 January 2009 to 12 July 2009 is attached. Funds on hand comprise realisations from plant and equipment and net realisations from debtor realisations and inventory disposal. Holders of General Security Agreements are entitled to the plant and equipment realisations and liquidation costs, including liquidators' fees are paid from the net debtor and inventory realisations.

Asset Realisations

The company's physical assets – plant, equipment, vehicles, fixtures, fittings, display kitchens, office equipment etc have been disposed of by auction. Remaining assets to be realised comprise book debts in two ledgers, one of which has been factored. Collection is proceeding slowly due to disputes regarding completion, discounts, workmanship and warranties.

Dividends

No dividends have been paid as at the date of this report. Based on the information currently available to the Liquidators there is no possibility of unsecured creditors receiving a dividend in the liquidation. Payment of a dividend to ex-employee preferential creditors is dependent on the outcome of accounts receivable recoveries.

Liquidators' Investigations

A brief initial review of the company's operations has not revealed any areas for further investigation.

Jeff Meltzer

Karen Mason

Arron Heath



Outstanding Matters

The Liquidators have undertaken a preliminary review into the company's situation following the fire in its Whangarei premises in November 2006. Further information has been requested from several parties concerning the insurance claim position following the fire.

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

Dated this 29th day of July 2009

A L Heath
Liquidator

Pat Gavin (Northland) Limited (In Liquidation)

Receipts and Payments

For the period 12 January 2009 to 12 July 2009

		\$
Opening Balance		Nil
Receipts		
Debtors	31,363.46	
Proceeds of Bank Account	21,608.42	
Plant and Equipment	97,746.44	
Petty Cash	214.80	
Insurance Claim	8,250.00	
Inventory	75,775.41	
Interest	211.43	
GST Refunds	22,907.66	
	<u>22,907.66</u>	258,077.62
Payments		
Liquidators' Remuneration	44,898.00	
Liquidators' Disbursements (including statutory advertising)	1,079.62	
Advertising	520.31	
Auctioneer's Commission	12,793.27	
Auction Expenses	13,334.40	
Bank Fees	2.00	
Computer Repairs	401.26	
Debt Collection Charges	257.78	
Insurance	1,990.97	
Locksmith	214.92	
Power	748.18	
Salvage Payment	3,000.00	
Reservation of Title Purchases	8,348.24	
Meeting Room Hire	380.00	
Rubbish Removal	3,522.87	
Legal fees	8,965.94	
Professional Fees	1,075.00	
Telephone	1,448.06	
Mail Out Costs for First Report and Notice of Creditors Meeting	1,865.88	
Liquidation Wages	5,097.97	
Security Patrols	355.05	
Repairs and Maintenance	266.09	
Finance Company Settlements	47,414.65	
GST Paid	10,468.22	
	<u>10,468.22</u>	168,448.68
Balance Carried Forward		<u>89,628.94</u>

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