



McDonald
Vague

business recovery partners

**Cameron Sports Imports Limited
(In Liquidation)**

**Liquidators' Second Report
(for the period from 26 September 2016
to 25 March 2017)**

McDonald Vague Limited

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1 INTRODUCTION AND APPOINTMENT

Peri Micaela Finnigan and Boris van Delden, CAANZ Accredited Insolvency Practitioners, of Auckland, were appointed jointly and severally as liquidators of Cameron Sports Imports Limited ("the company") on 26 September 2016.

Pursuant to Section 255(2)(d) of the Companies Act 1993 ("the Act"), the liquidators herewith report on the progress of the liquidation. This second report should be read in conjunction with the liquidators' previous report. 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

The assets of the company were sold by the liquidators as a going concern to Outdoor Sports New Zealand Limited. The business was sold for \$6,500,000. The sale included all debtors, all stock including stock in transit, fixtures and vehicles and all intellectual property. The liquidators traded on the business for two weeks to assist the new owner in the transfer and hand over of the business.

3.1 Debtors *(Statement of Affairs: Redacted)*

The debtors of the business were realised for \$1,200,000

3.2 Stock *(Statement of Affairs: Redacted)*

The stock and stock in transit of the business was realised for \$4,535,000

3.3 Fixtures and Vehicles *(Statement of Affairs: Redacted)*

The fixtures and vehicles of the business were realised for \$209,000

3.4 Intellectual Property *(Statement of Affairs: Redacted)*

The intellectual property of the business was sold for \$556,000. This included all brands, registered trademarks and patents, domain names and websites, databases, archived print and garment library, forward orders and all agency and distribution rights.

3.5 ACC Refund

A refund of \$1,069 has been recovered by the liquidators.

3.6 Insurance Refund

A refund of \$6,054 has been recovered by the liquidators.

3.7 Bank Account Closure

Funds of \$83,969 have been recovered by the liquidators from the company's foreign currency call accounts.

3.8 Interest

Interest has been received on the funds held of \$18,240

3.9 GST refund

A refund of \$65,616 has been recovered by the liquidators.

4 INVESTIGATIONS

The liquidator's investigations into the books, records and affairs of the company is ongoing.

5 CREDITORS' CLAIMS

5.1 Secured Creditors

General Security Agreement Holder

A secured claim was received from ASB Bank. The claim was settled at the time of the sale of the business for \$2,319,585. This claim has been paid in full.

Unperfected Secured Creditor

Claims were received from three creditors with unregistered retention of title securities. These claims have been reviewed by the liquidators and determined what portion is secured and what is unsecured. \$159,218 has been paid to the creditors in full satisfaction of the secured portion of their claims. The balance of their claims have been filed as unsecured creditors.

Lien Holder

A claim has been received from a lien holder for \$77,278. This claim has been paid in full.

5.2 Preferential Creditors

Employees

Total preferential claims for wages/salary, and holiday pay amounted to \$79,136. These claims have been paid in full.

Inland Revenue Department

The Inland Revenue Department submitted a preferential claim for \$62,933. This claim has been paid in full.

NZ Customs

A preferential claim was received from New Zealand Customs for \$33,298. This claim was paid in full.

5.3 Unsecured Creditors

As at the date of preparing this report 106 unsecured creditor claim forms were received totalling \$7,186,376. A number of these claims relate to related party debt that is disputed. A distribution of \$1,075,522 (35 cents in the dollar) has been made to undisputed unsecured creditors at the date of this report. No distribution has been made to date to the disputed unsecured creditor claims.

6 FUNDS / LIKELY OUTCOME

It is too early to determine the full quantum of funds available to unsecured creditors. Once the disputed claims have been resolved the position will become clear.

7 MATTERS DELAYING THE COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- Resolving the disputed creditor claims to make a distribution to unsecured creditors.

8 ESTIMATED DATE OF COMPLETION

Based on the information contained in this report the liquidators presently propose to complete all outstanding matters with a view to retiring as liquidators within the next year.

9 CONTACT DETAILS

Enquiries should be directed to Keaton Pronk on DDI (09) 969 1518 or by email to kpronk@mvp.co.nz.

The Liquidators can be contacted at:

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PERI M FINNIGAN
LIQUIDATOR

DATED this 27 day of March 2017

Realisations and Distributions

Cameron Sports Imports Limited (In Liquidation) 26 September 2016 to 27 March 2017

	27/03/2017
Realisations	
Sale of Business	6,500,000
ACC Refund	1,069
Insurance Refund	6,054
Bank Account Closure	83,969
Interest	18,240
GST Refund	65,616
Total Realisations	6,674,948
Payments	
Liquidators Fees	
Liquidators Fees	127,168
Disbursements	2,427
Total Liquidators Fees	129,595
Other Costs of Liquidation and Trading On	
ACC	128
Bank Fees	347
Legal Fees	17,168
Rent	5,888
Resident Withholding Tax on Interest	5,107
Trading On Expenses	24,085
Wages and PAYE	78,626
Total Costs of Liquidation and Trading On	131,349
Distributions	
Secured Creditor	2,319,585
Unperfected Secured Creditor	159,218
Lien Holder	77,278
Preferential Wages and Holiday Pay	79,136
IRD Pref. Claim	62,993
NZ Customs Service Pref. Claim	33,298
Dividends to Unsecured Creditors	1,075,522
Total Distributions to Unsecured Creditors	3,807,031
Total Payments	4,067,975
BALANCE HELD	2,606,973