



The Insolvency & Business Recovery Specialists

**CARLSON LIMITED  
(IN LIQUIDATION)**

**LIQUIDATORS' SECOND REPORT**

Pursuant to Section 255(2)(d)  
of the Companies Act 1993

**For the Period from 17 February 2012  
to 16 August 2012**

**1. PROGRESS OF THE ADMINISTRATION OF THE LIQUIDATION**

The liquidators report herewith on the progress made in the liquidation of Carlson Limited. Included in this report is the liquidators' Statement of Realisations and Distributions to 16 August 2012.

This second report to creditors follows the first report and should be read in conjunction with the first report. This report is being sent to all shareholders and to all creditors who have filed a claim in the liquidation.

**2. REALISATION OF COMPANY ASSETS**

**2.1 Fixed Assets** **(Statement of Affairs \$Nil)**  
The liquidators recovered \$230 from the sale of miscellaneous sewing machine equipment.

**2.2 Other Assets**  
The only other asset the company has, is shares in TC Limited, which have minimal value, and an intercompany debt due by TC Limited.

**3. CREDITORS' CLAIMS**

**3.1 Secured Creditors**  
No secured claims have been received.

**3.2 Preferential Creditors**  
No preferential claims for wages or salary, holiday pay, or redundancy, have been received.

The Inland Revenue Department has advised that it has a preferential claim for \$58,472 in respect of PAYE and GST. To date no payment has been made in respect of this claim.

**3.3 Unsecured Creditors**  
As at the date of preparing this report three unsecured creditors' claims have been received which total \$214,169. In the interests of minimising liquidators' fees, the liquidators will not attend to the formality of accepting or rejecting creditors' claims until such time as they are in a position to pay a distribution.

#### 4. INVESTIGATIONS

The liquidators have recovered the proceeds from the sale of minimal physical assets in the company. There is an intercompany current account owing by TC Limited ("TC") to Carlson of \$130,434. The liquidators have obtained the accounts of TC and have established that at the current time the company has no immediate means to pay the obligation. TC appears to be in a breakeven position. We have considered the views of the director of TC, and the chartered accountant that acts for the director and TC, and believe from the advice given that TC has good prospects going forward. We have therefore requested a business plan for the company with a view to TC providing a repayment plan to repay the intercompany debt outstanding. The moneys that are paid across from TC to Carlson will immediately be applied to preferential creditors, including Inland Revenue Department. We consider that a good proportion of the preferential debt owing should be repaid over time. The liquidators have a number of available options to them and believe this option offers the best prospect for the creditors of Carlson in terms of recovery.

We have considered selling the shares of TC held by Carlson, but believe that the value of the shares at the current time is minimal. We consider that by maintaining a shareholding in TC, the liquidators can maintain a level of control with the added power to obtain the books and records of the related company to monitor the financial position and the ability to pay. A repayment plan will be entered into with the next one month.

#### 5. FUNDS / LIKELY OUTCOME

At this stage the liquidator does not anticipate paying a distribution to preferential or unsecured creditors in the immediate future. Over time (to be agreed) funds will be recovered from a related company to pay to preferential creditors. The amount is such that recovery will be sufficient only to pay a distribution to preferential creditors.

#### 6. MATTERS DELAYING COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- Obtain a business plan from TC Limited
- Enter into a repayment plan on current account debt with TC Limited
- Distribution to preferential creditors from funds recovered on intercompany debt
- Completion of the liquidation

#### 7. CONCLUSION

Based on the above the liquidators presently propose to complete all outstanding matters with a view to retiring as liquidators within the next two years.

Any queries can be directed to the writer on DDI 0-9-303 9519 or by visiting our website at [www.mvp.co.nz](http://www.mvp.co.nz).

Yours faithfully  
for CARLSON LIMITED (IN LIQUIDATION)

  
PERI M FINNIGAN  
LIQUIDATOR

DATED this 16 day of August 2012

Number of Company: 882733

Name of Company: CARLSON LIMITED (IN LIQUIDATION)

Subject: LIQUIDATOR'S STATEMENT OF REALISATIONS AND  
DISTRIBUTIONS FOR THE PERIOD 17 FEBRUARY 2012  
TO 16 AUGUST 2012

	As per Statement of Affairs	Cash Received
<b>CASH HAS BEEN RECEIVED AS FOLLOWS:</b>		
	\$	\$
Intercompany Account	130,434	Nil
Fixed Assets	Nil	230
<b>TOTAL REALISATIONS</b>	<u><b>\$130,434</b></u>	<u><b>\$230</b></u>
 <b>CASH HAS BEEN PAID AS FOLLOWS:</b>		
<b>Costs Charges &amp; Expenses of Liquidation</b>		
Disbursements		200
<b>TOTAL DISTRIBUTIONS</b>		<u><b>\$200</b></u>
 <b>TOTAL REALISATIONS</b>		230
<b>LESS TOTAL DISTRIBUTIONS</b>		<u>200</u>
<b>BALANCE HELD</b>		<u><b>\$30</b></u>
 <b>BALANCE REPRESENTED BY:</b>		
GST Suspense Account		30
<b>TOTAL</b>		<u><b>\$30</b></u>

**Note:** The above figures are GST exclusive

  
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PERI M FINNIGAN  
LIQUIDATOR

Dated this 16 day of August 2012