



The Insolvency & Business Recovery Specialists

## Cewell Trustee Company Limited (In Liquidation)

### Liquidators' Seventh Report For the period from 18 February 2013 to 17 August 2013

#### 1 INTRODUCTION AND APPOINTMENT

Roy Horrocks and Garry Whimp, Insolvency Practitioners of Auckland, were appointed jointly and severally as liquidators of Cewell Trustee Company Limited ("the company") on 18 August 2010 by the High Court at Whangarei. Roy Horrocks resigned his position as liquidator on 3 April 2013 appointing Peri Micaela Finnigan as his successor.

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

This report has been prepared in accordance with section 255(2)(d) of the Act. 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 only asset of the company is an indemnity from the Trust. This has not been realised.

#### 4 INVESTIGATIONS

Following the investigation of the company's books and records, in relation to drawings and distributions, the liquidators entered into negotiations with the director in relation to apparent breaches of the director's duties. A settlement was reached with the director.

The terms of the agreement, contained in a Deed of Settlement, are confidential between the director and the liquidators. The director has commenced making payments to the liquidators in accordance with the agreement.

**5 CREDITORS' CLAIMS**

**5.1 Secured Creditors**

No secured claims have been received.

**5.2 Preferential Creditors**

A preferential claim has been received in respect of the applicant creditor's costs of \$3,513. This amount has been paid in full.

**5.3 Unsecured Creditors**

As at the date of preparing this report one unsecured creditors claim form has been received which totals \$70,501. An interim payment of \$17,391 has been made on this claim.

**6 LIQUIDATORS' FEES**

Liquidators' fees to the date of this report are \$72,192 including GST (\$62,776 excluding GST). The fees are based on 281.9 hours of work undertaken as follows:

<b>Work Category</b>	<b>Hours</b>	<b>\$</b>
Commencement	27.4	6,785
Statutory Requirements	11.9	1,947
Asset realisations	5.1	1,454
Creditors' claims, enquiries and reports	1.2	266
Management	4.2	880
Investigations	232.1	51,444
<b>Total</b>	<b>281.9</b>	<b>\$62,776</b>

Currently the fees paid to McDonald Vague total \$29,827 with an outstanding amount owing of \$32,949. This will be paid from any future realisations.

Liquidators' fees in a Court ordered liquidation are to be approved by the Court and if required a retrospective application for fee approval will be made by the liquidators.

Section 284 (1) of the Act provides that an application (with the leave of the Court) may be made by a creditor, shareholder or director of a company in liquidation to review or fix the remuneration of the liquidators. In circumstances where no application has been made to review or fix the liquidators' remuneration the Court will be less inclined to rigorously examine the fees submitted by the liquidators for subsequent approval.

## 7 FUNDS / LIKELY OUTCOME

Following the agreement with the director there are funds available for distribution to creditors.

## 8 MATTERS DELAYING THE COMPLETION OF THE LIQUIDATION

The following matter is outstanding:

- Receipt of the balance of funds payable under the settlement agreement.

## 9 ESTIMATED DATE OF COMPLETION

We are unable to estimate a completion date at this time.

## 10 CONTACT DETAILS

Enquiries should be directed to Colin Sanderson on (07) 838 0908 (DDI) or by email to [CSanderson@mvp.co.nz](mailto:CSanderson@mvp.co.nz).

The Liquidators can be contacted at:

McDonald Vague  
Level 10, 52 Swanson Street  
Auckland 1010

P O Box 6092  
Wellesley Street  
Auckland 1141



PERI M FINNIGAN  
LIQUIDATOR

DATED this 19 day of August 2013

Number of Company: 859227  
 Name of Company: CEWELL TRUSTEE COMPANY LIMITED (IN LIQUIDATION)  
 Subject: LIQUIDATOR'S STATEMENT OF REALISATIONS AND DISTRIBUTIONS FOR THE PERIOD  
 18 AUGUST 2010 TO 17 AUGUST 2013

	Cash Received
<b>CASH HAS BEEN RECEIVED AS FOLLOWS:</b>	<b>\$</b>
No assets have been realised	Nil
Advance from Liquidators	1,981
Funds from Director	56,000
<b>TOTAL REALISATIONS</b>	<b><u>\$57,981</u></b>
 <b>CASH HAS BEEN PAID AS FOLLOWS:</b>	
<b>Costs Charges &amp; Expenses of Liquidation</b>	
Liquidators Fees and Disbursements	29,827
Disbursements	1,477
Legal fees	1,723
<b>Distribution to Creditors</b>	
Preferential Court awarded costs of petitioning creditor	3,513
Interim distribution to unsecured creditor	13,878
<b>TOTAL DISTRIBUTIONS</b>	<b><u>\$50,418</u></b>
 <b>TOTAL REALISATIONS</b>	<b>57,981</b>
<b>LESS TOTAL DISTRIBUTIONS</b>	<b>50,418</b>
 <b>BALANCE HELD</b>	<b><u>\$7,563</u></b>
 <b>BALANCE REPRESENTED BY:</b>	
GST Suspense Account	7,563
<b>TOTAL</b>	<b><u>\$7,563</u></b>

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

  
 PERI M FINNIGAN  
 LIQUIDATOR

Dated this 19 day of August 2013