



McDonald
Vague

business recovery partners

**DIY Imports Limited
(In Liquidation)
Trading as: EZY Bathrooms
Liquidators' Second Report
(for the period from 24 December 2015
to 23 June 2016)**

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1 INTRODUCTION AND APPOINTMENT

Tony Leonard Maginness and Peri Micaela Finnigan, Insolvency Practitioners of Auckland, were appointed jointly and severally as liquidators of DIY Imports Limited ("the company") on 24 December 2016. On 20 January 2016 Tony Leonard Maginness resigned his position as liquidator appointing Boris van Delden 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 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

3.1 Debtors **(Statement of Affairs: \$Unknown)**

No recoveries have been made from the company debtors at the date of this report.

3.2 Inventory, Furniture and Fittings **(Statement of Affairs: Unknown)**

The sum of \$152,796 has been recovered from the sale of Inventory, Furniture and Fittings at auction.

3.3 Cash on Hand

The liquidators received \$182 dollars from cash on hand as at the date of liquidation.

3.4 Motor Vehicle

The liquidators received \$11,235 dollars from the sale of the company motor vehicle.

3.5 Sundry Receipts

The liquidators received \$31 dollars from a pre-liquidation GST return. The liquidators received \$88 dollars from a pre-liquidation Kiwisaver return

4 INVESTIGATIONS

The liquidators investigations into the books, records and affairs of the company are ongoing.

The liquidators did not re-open the business following the Christmas close down period beginning 18 December 2015. The liquidators advertised the business for sale in the New Zealand Herald. There was minimal interest to purchase the assets or take over any of the site leases. The landlords for the Carr Road, Auckland site subsequently re-leased the site during the sale process, the assets were sold via online auction. The King Street, Hamilton site assets were sold via onsite auction. The liquidators were unable to find a interested party to take over the Porana Road, Auckland site, the assets were sold by online auction.

5 CREDITORS' CLAIMS

5.1 Secured Creditors

A secured claim has been received from UDC Finance Limited in relation to a motor vehicle which they have sold at auction. The surplus funds from the sale have been paid to the liquidators.

A secured claim has been received from Supply Chain Solutions Limited in relation to stock held by them which they have sold at auction. There was a shortfall for which they have filed a unsecured creditors claim in the liquidation.

A secured claim has not yet been received from the General Security Agreement Holder as at the date of this report.

5.2 Preferential Creditors

Total preferential claims for wages or salary, holiday pay and redundancy amount to \$62,351.

The Inland Revenue Department has submitted a preferential claim for \$232,578.

No dividend has been paid to preferential creditors at the date of this report.

5.3 Unsecured Creditors

As at the date of preparing this report 68 unsecured creditors claim forms have been received which total \$1,436,798. 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 we are in a position to pay a distribution.

6 FUNDS / LIKELY OUTCOME

There will be a short fall on the amount due to the General Security Agreement holder and the preferential employee claims. Therefore, at this stage the liquidator does not anticipate paying a distribution to unsecured creditors

7 MATTERS DELAYING THE COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- There remains customer stock with the liquidators and minimal contact details. An advertisement was placed for it to be collected by 31 June 2016. Any stock remaining after this date will be sold by auction.
- The liquidators continue their investigations into insolvent transactions prior to their appointment.
- The liquidators continue their collection of debtors.

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 1st day of July 2016

Realisations and Distributions

DIY Imports Limited (In Liquidation) 24 December 2015 to 23 June 2016

| Realisations | As Per Statement of Affairs \$ | Cash Received \$ |
|--|--------------------------------------|------------------------|
| Cash on Hand | - | 182 |
| Interest | - | 44 |
| Sale of Assets | Unknown | 68,774 |
| Sale of Stock | - | 84,022 |
| Sale of Motor Vehicle | - | 11,235 |
| Pre liquidation Kiwisaver Refund | - | 88 |
| Pre liquidation GST Refund | - | 31 |
| Total Realisations | \$Unknown | \$164,376 |
| Payments | | |
| Liquidators Fees | | |
| Liquidators Fees | | 56,368 |
| Disbursements | | 3,356 |
| Total Liquidators Fees | | \$59,724 |
| Other Costs of Liquidation and Trading On | | |
| Auctioneer Costs | | 5,006 |
| Security Costs | | 277 |
| Auctioneer Commission | | 11,108 |
| Rent | | 2,000 |
| Insurance | | 879 |
| Salvage Payments | | 1,970 |
| On-site Security Monitoring | | 19 |
| Resident Withholding Tax | | 21 |
| Total Costs of Liquidation and Trading On | | \$21,281 |
| Distributions | | |
| Secured Creditor - PMSI Creditor | | 43,500 |
| Secured Creditor - UDC re Motor Vehicle | | 10,377 |
| Total Distributions to Creditors | | \$53,877 |
| Total Payments | | \$134,882 |
| BALANCE HELD | | \$29,494 |

Note: the above figures are GST exclusive