



The Insolvency & Business Recovery Specialists

## **First Agenda Limited (In Liquidation)**

### **Liquidators' Seventh Report**

### **For the period from 24 February 2013 to 23 August 2013**

#### **1 INTRODUCTION AND APPOINTMENT**

Boris van Delden and Iain McLennan, Insolvency Practitioners of Auckland, were appointed jointly and severally as liquidators of First Agenda Limited ("the company") on 24 August 2010 by the High Court at Auckland.

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***

##### ***3.1 Office furniture***

Office furniture totalling \$2,849 has been sold since our last report.

##### ***3.2 Intellectual property***

As previously advised, the company's software and database in development in relation to the "iCashbook" accounting product was purportedly sold in October 2009 to another company operated by or for the benefit of the then directors of First Agenda.

The liquidators have received back part of the software and database suite however have not in their opinion received back all of the IP, particularly given the funding and creditors obligations incurred by the company and its directors in further development work following that purported sale.

The liquidators have received subsequent advice that the company's non software and database IP has been illegally removed from the company, and that no party is entitled to use the IP, in whatever form it is now in, until such time as the improper transfer of all of the IP to any party is remedied.

The Williams dispute the liquidators' position and there has been extensive communication between the liquidators and the Williams as directors. This communication continues.

#### 4 INVESTIGATIONS

The liquidators' investigations into the books, records and affairs of the company are almost complete.

#### 5 CREDITORS' CLAIMS

##### 5.1 *Preferential creditors*

A preferential claim of \$8,367 was received in respect of the applicant creditor's costs of placing the company into liquidation. This claim has been paid in full. We are not aware of any other preferential claims.

##### 5.2 *Unsecured creditors*

As at the date of preparing this report, 16 unsecured creditors' claims have been received which total \$1,242,211. In the interests of minimising liquidators' fees, the liquidators will review the creditors' claims for items and issues that will assist the completion of the liquidators' investigations, but will not attend to the formality of accepting or rejecting creditors' claims unless they are in a position to pay a distribution.

#### 6 LIQUIDATORS' FEES

The liquidators' time and cost to 23 August 2013 totalled \$55,969 excluding disbursements and GST. These costs are based on the work undertaken as follows:-

<b>Work Category</b>	<b>Hours</b>	<b>\$</b>
Appointment and statutory functions	28.5	7,633
Management and administration	28.3	7,152
Creditors' claims, enquiries and reports	20.8	5,717
Taxation	23.8	6,447
Investigations and asset realisations	85.2	30,456
<b>Total</b>	<b>186.6</b>	<b>\$57,405</b>

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

All known preferential claims have been paid in full. The level of any dividend to unsecured creditors will depend on the resolution of the legal matter referred to above.

## 8 MATTERS DELAYING THE COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- Resolution of the sale transaction
- Completion of investigation

## 9 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 one year.

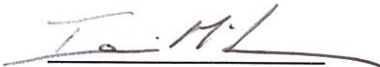
## 10 CONTACT DETAILS

Enquiries should be directed to the writer on DDI (09) 303 9512 or by email to [imclennan@mvp.co.nz](mailto:imclennan@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



IAIN McLENNAN  
LIQUIDATOR

DATED this 18<sup>th</sup> day of November 2013

# Realisations and Distributions

## First Agenda Limited (In Liquidation) 24 August 2010 to 23 August 2013

23 Aug 13

### Realisations

GST Refund - Additional Invoices	56,239
Interest	1,390
Pre Liquidation GST Refund	12,187
Refunds	11
Sale of Assets	2,849
<b>Total Realisations</b>	<b>72,675</b>

### Payments

<b>Liquidators' Fees</b>	
Disbursements	1,374
Liquidators Fees	57,405
<b>Total Liquidators' Fees</b>	<b>58,779</b>
<b>Other Costs of Liquidation</b>	
Auction costs	833
Bank Fees	174
Interest Expense	-
Resident Withholding Tax	386
<b>Total Other Costs of Liquidation</b>	<b>1,394</b>
<b>Distributions</b>	
Preferential Applicant Creditor Costs	8,367
<b>Total Distributions</b>	<b>8,367</b>
<b>Total Payments</b>	<b>68,539</b>
<b>BALANCE HELD</b>	<b>4,136</b>

*J.M.L.*  
18/11/13