



McDonald
Vague

business recovery partners

KERRS MOTEL AND HOMESTAY LIMITED (IN LIQUIDATION)

McDonald Vague Limited

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Liquidators' Second Report For the period from 3 October 2022 to 2 April 2023

1 INTRODUCTION AND APPOINTMENT

Keaton Pronk and Iain McLennan, Licensed Insolvency Practitioners, of Auckland, were appointed as joint and several liquidators of Kerrs Motel and Homestay Limited (In Liquidation) ("the company") on 03 October 2022.

This report has been prepared pursuant to Section 255(2)(d) of the Companies Act 1993 (**Act**) for the purpose of reporting on the liquidation of the Company. A Statement of Realisations and Distributions is **attached** as Appendix One.

The report is being sent to all shareholders and all creditors who have filed a claim in the liquidation.

2 RESTRICTIONS

This report should be read in conjunction with the liquidators' previous report.

This report has been prepared using the information known to us. We have not independently verified the accuracy or reliability of the information provided or undertaken audit of the Company. We do not accept any liability whatsoever to any party arising from 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 UPDATED INTERESTS STATEMENT

We have not become aware of any circumstances, relationships, or other facts since we last prepared an interests statement that create, or could reasonably be perceived as creating, a conflict of interest for us in relation to our independence as liquidators.

4 CONDUCT OF THE LIQUIDATION DURING THE PRECEDING SIX MONTHS

During the reporting period, we have:

- Bank Account Closure Statement of Affairs \$24,745
 The liquidators have recovered funds from the company's bank account totalling \$19,714.

- Lease Bond Statement of Affairs \$119,560
 The landlord held a bond against the company's lease. The \$120,000 bond has been offset by the landlord against lease and OPEX arrears and make good for the premise.

- Debtors Statement of Affairs \$2,291
 The liquidators have recovered outstanding debtors as at the date of liquidation of \$2,850.

- Refunds
 The liquidators have recovered the following refunds from suppliers and a Pre-Liquidation GST Refund.

Crombie Lockwood	\$1,391
ACC	\$1,961
GST Refund	\$6,171

- Interest
 The liquidators have received \$20 from the funds recovered.

- Sale of Property, Plant and Equipment Statement of Affairs \$1,000
 The liquidators have sold the Property, Plant and Equipment of the company at auction for \$1,478.

Since our appointment, we have:

- Interviewed the director and other parties with knowledge of the affairs of the Company
- Uplifted and reviewed the Company's books and records
- Investigated the affairs of the Company and the reasons for its failure
- Held a meeting of creditors, and met with a number of creditors
- Realised the assets of the company

5 INVESTIGATIONS

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

There are no known current or pending proceedings for which the company is a party.

6 CREDITORS' CLAIMS

In the interest of minimising liquidator's fees, the liquidators will only formally accept or reject creditors' claims if there are funds available to pay a distribution.

The following claims have been received:

CLAIMS RECEIVED	NUMBER	VALUE	DISTRIBUTIONS	¢ IN THE \$
GSA Holders	0			
Specific Securities	0			
Preferential Claims	0			
Unsecured Claim – Related Parties	3	\$416,751	0	0
Unsecured Claim – Unrelated Parties	5	\$304,698	0	0

7 LIQUIDATORS' FEES

The Company has paid liquidators' fees and disbursements to the end of the reporting period totalling \$45,230 plus GST.

The liquidators' time costings to the cut-off date total \$46,632 plus GST, based on 135 hours of work undertaken are detailed in Appendix Two.

8 FUNDS / LIKELY OUTCOME

It is too early to determine whether or not there will be a distribution to unsecured creditors.

9 COMPLETION DATE AND MATTERS DELAYING THE COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- Investigations into the books and records of the business are ongoing

There is no change to the estimated date of completion since our last report.

10 CONTACT DETAILS

Enquiries should be directed to Keaton Pronk on DDI +64 (9) 969 1518 or by email to kpronk@mvp.co.nz.

The Liquidators can be contacted at:

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Level 1
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Auckland 1051

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Victoria Street West
Auckland 1142



Keaton Pronk
LIQUIDATOR (License No: IP107)
Dated this 28th day of April 2023

Appendix One

Realisations and Distributions	2nd/subsequent		movement
	Since initial report	Since last report	
KERRS MOTEL AND HOMESTAY LIMITED (IN LIQUIDATION)			
3 October 2022 to 2 April 2023			
	2/04/2023	(last six months)	
Realisations			
Bank Account Closure	19,714	19,714	-
Lease Bond	120,000	120,000	-
Debtors	2,850	2,850	-
Insurance refund	1,391	1,391	-
ACC Refund	1,961	1,961	-
Interest	20	20	-
Sale of Assets	1,478	1,478	-
Pre Liquidation GST Refund	6,171	6,171	-
Total Realisations	153,585	153,585	-
Payments			
Liquidators Fees			
Liquidators Fees	45,046	45,046	-
Disbursements	184	184	-
Total Liquidators Fees	45,230	45,230	-
Other Costs of Liquidation and Trading On			
Creditors Meeting	390	390	-
Trading on Costs	1,650	1,650	-
Total Costs of Liquidation and Trading On	2,040	2,040	-
Distributions			
Secured Creditor	104,348	104,348	-
Preferential Wages and Holiday Pay	-	-	-
Preferential GST and PAYE	-	-	-
Dividends to Unsecured Creditors	-	-	-
Total Distributions to Unsecured Creditors	104,348	104,348	-
Total Payments	151,618	151,618	-
BALANCE HELD	1,967	1,967	-

Appendix Two

KERRS MOTEL AND HOMESTAY LIMITED (IN LIQUIDATION) BREAKDOWN OF LIQUIDATORS REMUNERATION AND EXPENSES FOR THE PERIOD OF THE LIQUIDATION

03 Oct 2022 to 02 Apr 2023

Time costs by Position and Work Type	Hourly rate	Appointment Functions		Asset Realisation		Creditors & Report		Management & Tax		Investigation		Total	
		Hours	Cost	Hours	Cost	Hours	Cost	Hours	Cost	Hours	Cost	Hours	Cost
Directors /Partners /Consultants/Liquidators	\$400			0.6	240	2.1	840	1.6	640	1.7	680	6	\$2,400
Forensic Accountants / Associates	\$300 - \$380	23	8,578	39.2	14,504	35.2	13,376	1.1	418	11.7	4,446	110.2	\$41,322
Insolvency Managers	\$140 - \$280												
Insolvency Accountants	\$140 - \$200	6.5	1,300			0.9	180	11.8	1,430			19.2	\$2,910
Secretarial & Clerical Assistants	\$50 - \$170												
Total		29.5	9,878	39.8	14,744	38.2	14,396	14.5	2,488	13.4	5,126	135.4	\$46,632

Disbursements	Cost
Airfares - domestic	
Local Travel	
General Expenses	\$900
Total	

Work completed includes but is not limited to:

Appointment	All matters on the commencement of the appointment
Creditors	All communications, claims, reporting, enquiries
Asset Realisations	All matters in respect of the potential sale of assets/business/IP and subsequent sale of assets including trading/debtors
Management & Tax	All matters in respect of statutory reporting and the management of the file
Investigation	Analysis of bank statements, review of historic transactions and accounts to identify avenues for recovery