



McDonald
Vague

business recovery partners

KRUMBLLED FOODS NZ LIMITED (IN LIQUIDATION)

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Liquidators' Second Report For the period from 24 March 2023 to 23 September 2023

1 INTRODUCTION AND APPOINTMENT

Keaton Pronk and Iain McLennan, Licensed Insolvency Practitioners, of Auckland, were appointed as joint and several liquidators of Krumbled Foods Nz Limited (In Liquidation) ("the company") on 24 March 2023.

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 1.

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
 - The liquidators have recovered \$535 from the companies bank account.
- Pre-Liquidation GST Return
 - The liquidators have recovered what books and records are available from 3rd parties and professional advisors and have reconstructed the outstanding GST returns of the company. To date the liquidators have recovered \$21,206.23
- Inventory
 - The liquidators have been advised that the stock initially brought into the country from Australia expired and was destroyed prior to the appointment of liquidators.

Since our appointment, we have:

- Questioned 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

5 INVESTIGATIONS

The liquidators have completed their investigations into the books, records and affairs of the company.

As a result of the investigation the following matters arose:

The director has been contacted around her responsibilities as a director of a failed company, to date no response has been received.

As detailed above the liquidators have reconstructed the outstanding GST returns of the company, in completing this process the IRD creditors claim of \$11,489.51 preferential and \$2,693.85 will likely be reduced as the returns are no longer auto generated assessments. To date they have yet to file the amended claim but we understand they are working through the process.

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				
Applicant Creditors Preferential Claims	1	3,916.16	0	0
Accountants Lien Preferential Claims	1	197.71	0	0
IRD Preferential Claims	1	11,489.51	0	0
Unsecured Claim	3	25,547.83	0	0

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7 LIQUIDATORS' FEES

The Company has paid liquidators' fees and disbursements to the end of the reporting period totalling \$12,125 plus GST.

The liquidators' time costings to the cut-off date total \$12,795 plus GST, based on 45 hours of work undertaken are detailed in Appendix One.

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.

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:

- Sorting IRD's claim in the liquidation
- Finalising a distribution to creditors from the funds realised to date.

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

PO Box 6092
Victoria Street West
Auckland 1142



Keaton Pronk
LIQUIDATOR (License No: IP107)
Dated this 29th day of September 2023

Realisations and Distributions		2nd/subsequent		
		Since initial report	Since last report	
KRUMBLED FOODS NZ LIMITED (IN LIQUIDATION)				
24 March 2023 to 23 September 2023				
		23/09/2023	(last six months)	movement
Realisations				
Bank Account Closure		535	535	0
Interest		455	455	0
Pre-Liquidation GST Refund		21,206	21,206	0
Total Realisations		22,196	22,196	0
Payments				
Liquidators Fees				
Liquidators Fees		12,125	12,125	0
Disbursements		-	-	0
Total Liquidators Fees		12,125	12,125	0
Other Costs of Liquidation and Trading On				
Legal Fees		-	-	0
Debt Collection Costs		-	-	0
Wages and PAYE		-	-	0
Bank Fees		-	-	0
Total Costs of Liquidation and Trading On		-	-	0
Distributions				
Secured Creditor		-	-	0
Preferential Wages and Holiday Pay		-	-	0
Preferential GST and PAYE		-	-	0
Dividends to Unsecured Creditors		-	-	0
Total Distributions to Unsecured Creditors		-	-	0
Total Payments		12,125	12,125	0
BALANCE HELD		10,071	10,071	0

Appendix One

KRUMBLD FOODS NZ LIMITED (IN LIQUIDATION) BREAKDOWN OF LIQUIDATORS REMUNERATION AND EXPENSES FOR THE PERIOD OF THE LIQUIDATION

24 Mar 2023 to 23 Sep 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	0
Forensic Accountants / Associates	\$300 - \$380	6.6	2,508	8.85	2,976	1.5	480	8.9	2,848	2.6	988	28.45	9,800
Insolvency Managers	\$140 - \$280											0	0
Insolvency Accountants	\$140 - \$200	3.6	720			0.3	60	9.9	1,920	0.2	40	14	2,740
Secretarial & Clerical Assistants	\$50 - \$170							1.7	255			1.7	255
Total		10.2	3,228	8.85	2,976	1.8	540	20.5	5,023	2.8	1,028	44.15	12,795

Disbursements	Cost
Airfares - domestic	
Local Travel	
General Expenses	345
Total	345

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