



The Insolvency & Business Recovery Specialists

**NEIL TIMBER LIMITED
(IN LIQUIDATION)**

LIQUIDATORS' TWELFTH REPORT

Pursuant to Section 255(2)(d)
of the Companies Act 1993

**For the Period from 7 December 2012
to 6 June 2013**

1. PROGRESS OF THE ADMINISTRATION OF THE LIQUIDATION

The liquidators report herewith on the progress made in the liquidation of Neil Timber Limited. Included in this report is the liquidators' Statement of Realisations and Distributions to 6 June 2013.

This twelfth report to creditors follows the previous reports and should be read in conjunction with those previous reports. This report is being sent to all shareholders and to all creditors who have filed a claim in the liquidation.

2. REALISATION OF COMPANY ASSETS

2.1 Inventory (Statement of Affairs \$12,500)

The liquidators had an onsite auction to realise the majority of the inventory and plant and equipment. The liquidators also completed a small job in order to realise work in progress.

2.2 Account Receivable (Statement of Affairs \$35,000)

It is likely that no more will be collected.

2.3 Machinery (Statement of Affairs \$180,000)

All machinery has now been sold.

2.4 Advances (Statement of Affairs \$Unknown)

The liquidators have concluded the investigation and handed a large amount of records to the Ministry of Economic Development. The liquidators are considering what if any recovery actions can be taken on a cost/benefit basis.

3. CREDITORS' CLAIMS

3.1 Secured Creditors

In addition to the amounts in previous reports the liquidators have become aware of a further claim by a secured creditor, that has emerged following the Court proceedings against Mr Ede. The liquidators are discussing matters with the other secured creditors.

3.2 Preferential Creditors

Total preferential claims for wages and holiday pay amount to \$4,619. No dividend has been paid at the date of writing this report.

The Inland Revenue Department have advised that they have a preferential claim in respect of PAYE and GST. The total of these is \$65,979. No dividend has been paid at the date of writing this report.

3.3 Unsecured Creditors

As at the date of preparing this report 18 unsecured creditors' claims have been received which total \$76,399. 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 they are in a position to pay a distribution.

4. INVESTIGATIONS

Following MED's claim against Mr John Ede, a jury found Mr Ede guilty of 21 charges under the Insolvency Act, Crime Act and Companies Act, including 16 charges of theft by a person in a special relationship involving an amount of \$501,658. Mr Ede was sentenced to imprisonment for a period of 3 years and one month for the theft charges, to be served concurrently with a sentence of 6 months for 5 Insolvency and Companies Act offences.

5. FUNDS / LIKELY OUTCOME

There will be a shortfall on the amount due to the General Security Holder. At this stage therefore the liquidator does not anticipate paying a distribution to unsecured creditors.

6. MATTERS DELAYING COMPLETION OF THE LIQUIDATION

The only matter outstanding is the collection of advances.

7. CONCLUSION


Based on the above the liquidators presently propose to complete all outstanding matters with a view to retiring as liquidators within the next eighteen months.

Any queries can be directed to Iain McLennan of these offices on DDI (09) 303 9512 or by visiting our website at www.mvp.co.nz.

Yours faithfully
for NEIL TIMBER LIMITED (IN LIQUIDATION)



IAIN McLENNAN
LIQUIDATOR

DATED this  day of November 2013

Number of Company: 1282303

Name of Company: NEIL TIMBER LIMITED (IN LIQUIDATION)

Subject: LIQUIDATORS' STATEMENT OF REALISATIONS AND
DISTRIBUTIONS FOR PERIOD 7 DECEMBER 2007 TO
6 JUNE 2013

	As per Statement of Affairs	Cash Received
CASH HAS BEEN RECEIVED AS FOLLOWS:	\$	\$
Accounts Receivable	35,000	68,355
Work in Progress/Retentions	12,500	11,111
Sale of Inventory, Machinery, Plant and Equipment	180,000	96,092
Interest Received	-	5,483
MVP funding	-	17,314
TOTAL REALISATIONS	\$227,500	\$198,355

CASH HAS BEEN PAID AS FOLLOWS:

Costs Charges & Expenses of Liquidation

Liquidators Fees		42,842
Disbursements		3,889
Residents Withholding Tax on Interest Received		1,073
Trading On Costs		
- Wages	10,786	
- Materials	250	
- Rent on Premises	38,103	
- Professional Fees	1,040	
Auction Costs		50,179
Moving and Storage Costs		6,374
Insurance		33,889
Secured Creditor		
Commercial Factors		970
Capital and Merchant Finance		21,116
		35,413
TOTAL DISTRIBUTIONS		\$195,745


TOTAL REALISATIONS	198,355
LESS TOTAL DISTRIBUTIONS	195,745


BALANCE HELD	\$2,610
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BALANCE REPRESENTED BY:

GST Suspense Account	2,610
TOTAL	\$2,610

Note: The above figures are GST exclusive


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IAIN McLENNAN
LIQUIDATOR

Dated this  day of November 2013