



The Insolvency & Business Recovery Specialists

**QUICKEARTH SERVICES LIMITED
(IN LIQUIDATION)**

LIQUIDATORS' SECOND REPORT

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

**For the Period from 17 April 2012
to 16 October 2012**

1. PROGRESS OF THE ADMINISTRATION OF THE LIQUIDATION

The liquidators report herewith on the progress made in the liquidation of Quickearth Services Limited. Included in this report is the liquidators' Statement of Realisations and Distributions to 16 October 2012.

This second report to creditors follows the first report and should be read in conjunction with the first report. 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

The company's Financial Statements to 31 March 2011 record a number of fixed assets that have not been delivered or accounted for. Numerous attempts were made to interview the officers of the company. When we finally managed to interview the company's former director and shareholder Dewa Nand, he advised that he sold the company to the current director/shareholder and took a number of assets in lieu of payment. Further information has been requested to verify this claim such as a sale and purchase agreement but to date no such information has been forthcoming.

The company's current director and shareholder Vena Wati, who is purportedly currently overseas, has not been located or interviewed. Investigation into the location of assets, the whereabouts of the Ms Wati, and the alleged transfers are ongoing.

2.1 Debtors (Statement of Affairs \$Unknown)
To date debtor realisations total \$25,565.

2.2 GST Refund
The liquidators' received a GST refund in the amount of \$2,515.

3. CREDITORS' CLAIMS

3.1 Secured Creditors

A secured claim has been received from ASB Bank Limited in respect of a General Security Agreement for the amount owing of \$154,213. Interest continues to accrue on this amount.

3.2 Preferential Creditors

No preferential claims for wages, salary, holiday pay or redundancy have been received.

The applicant creditor made a preferential claim in the amount of \$3,691 for Court awarded costs. This claim has been paid in full.

The Inland Revenue Department has yet to advise if it has a preferential claim in respect of PAYE and GST.

3.3 Unsecured Creditors

As at the date of preparing this report, seven unsecured creditors' claims have been received which total \$30,129.

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

The liquidator's investigations into the books, records and affairs of the company remain ongoing.

The Liquidators have identified a number of invoices that were accrued prior to the liquidation of the company which were then billed to a debtor by a company newly incorporated by Mr Nand. Attempts to recover these amounts continue.

During the course of the investigation it has been established that there is a significant amount outstanding under the director's current account. Further action will be taken in this regard.

An investigation into the transfer of certain motor vehicles prior to liquidation has led the liquidators to conclude that the transfers were at "undervalue". Legal remedies are now being considered.

Further details on the investigation and the outcome of the above matters will be made available in subsequent reports.

5. LIQUIDATORS' FEES

Liquidators' fees to the date of this report are \$19,980 including GST (\$17,374 excluding GST). The fees are based on 156.5 hours of work undertaken as follows:-

Work Category	Hours	\$
• Appointment functions	30.0	5,028
• Asset Realisations	65.8	3,860
• Creditors' claims, enquiries and reports	11.2	1,420
• Taxation	2.6	352
• Investigations	30.7	3,782
• Management Functions	16.2	2,932
Totals	<u>156.5</u>	<u>\$17,374</u>

Liquidators' fees in a Court ordered winding up 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 Companies Act 1993 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.

6. FUNDS / LIKELY OUTCOME

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

7. MATTERS DELAYING COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- Recover and realise company assets
- Locate and examine the current director
- Completion of the investigation into the affairs of the company

8. CONCLUSION

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

Any queries can be directed to Murray Matthews of these offices on DDI 0-9-969 5341 or by visiting our website at www.mvp.co.nz.

Yours faithfully
for QUICKEARTH SERVICES LIMITED
(IN LIQUIDATION)



PERI M FINNIGAN
LIQUIDATOR

DATED this 23 day of January 2013

Number of Company: 1553212

Name of Company: QUICKEARTH SERVICES LIMITED (IN LIQUIDATION)

Subject: LIQUIDATOR'S STATEMENT OF REALISATIONS AND DISTRIBUTIONS FOR THE PERIOD 17 APRIL 2012 TO 16 OCTOBER 2012

	As per Statement of Affairs	Cash Received
CASH HAS BEEN RECEIVED AS FOLLOWS:		
	\$	\$
Trade Debtor	Unknown	22,565
Fixed Assets	Unknown	Nil
GST Refunds	-	2,515
TOTAL REALISATIONS		<u>\$25,080</u>
 CASH HAS BEEN PAID AS FOLLOWS:		
Costs Charges & Expenses of Liquidation		
Liquidators Fees		17,374
Disbursements		790
Investigation Services		1,000
Bank Fees		39
Legal Fees		1,640
Distribution to Preferential Creditor		
Applicant Creditor – Court Awarded Costs		3,691
TOTAL DISTRIBUTIONS		<u>\$24,534</u>
 TOTAL REALISATIONS		 25,080
LESS TOTAL DISTRIBUTIONS		<u>24,534</u>
 BALANCE HELD		 <u>\$546</u>
 BALANCE REPRESENTED BY:		
ASB Bank Limited – Current Account		56
GST Suspense Account		490
TOTAL		<u>\$546</u>

Note: The above figures are GST exclusive


.....
PERI M FINNIGAN
LIQUIDATOR

Dated this 23 day of January 2013